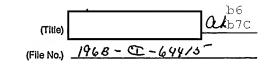
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Total Deleted Page(s) = 52
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Page 74 ~ b6; b7C;
Page 75 ~ b6; b7C;
Page 76 ~ b6; b7C;
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Page 113 ~ b2; b3; b7E;
Page 114 ~ b2; b3; b6; b7C; b7E;
Page 115 ~ b2; b3; b6; b7C; b7E;
Page 116 ~ b2; b3; b6; b7C; b7E;
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PAGE

1

June 13, 1995
ITLE AND CHARACTER OF CASE
SEE SUB)
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OCATION OF PROPERTY: ECR
INTICIPATED DISPOSITION ACQUIRING AGENT CASE AGENT
RAND JURY MATERIAL - NO (DISSEMINATE ONLY PURSUANT TO RULE 6(E))
DESCRIPTION OF PROPERTY
BARCODE: E0529402 BB 1; (1) NOTEBOOK OF CONTAINING NOTES O OF AND HIS TENNESSEE DL NO. (2) ZIPPERED NOTEBOOK AND ADDRESS BOOK OF
(3) BOOK ENTITLED "TAX HAVENS OF THE WORLD" BY THOMAS P.
AZZARA; (4) CORPORATE SEAL BEARING WRITING ON BOX "CARIBBEAN DREAM FIVE LTD."
FOR VALUABLES AND/OR NARCOTICS EVIDENCE ONLY TWO SPECIAL AGENTS VERIFYING AND SEALING BAG CONTENTS
FIELD FILE NUMBER: CI/CI-0064415 (196B) OFFICE-OF-ORIGIN: CINCINNATI

FD-	192	/FD-	1924
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PAGE

1

June 13, 1995

TITLE AND CHARACTER OF CASE
AKA PAUL M. LARSON (SEE SUB)
DATE PROPERTY ACQUIRED SOURCE FROM WHICH PROPERTY ACQUIRED SOURCE FROM WHICH PROPERTY ACQUIRED June 12, 1995 FBI MEMPHIS
LOCATION OF PROPERTY: ECR
ANTICIPATED DISPOSITION ACQUIRING AGENT CASE AGENT
GRAND JURY MATERIAL - NO (DISSEMINATE ONLY PURSUANT TO RULE 6(E))
DESCRIPTION OF PROPERTY
BARCODE: E0529403 1B 2; BOX #3 ON ATTACHED FOUR PAGE LIST OBTAINED IN SEARCH. (NOT SEEN AT TIME OF ENTRY)
FOR VALUABLES AND/OR NARCOTICS EVIDENCE ONLY TWO SPECIAL AGENTS VERIFYING AND SEALING BAG CONTENTS
FIELD FILE NUMBER: CI/CI-0064415 (196B) OFFICE-OF-ORIGIN: CINCINNATI

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L					/	(Y)
	These	people send	information out to prosi	pective investors-gamblers	to invest in a "world (01
	wide lottery."	They claim	to be a Florida Corporat	ion by the name of Telep	hone Information	Krn
	Systems, Inc.	. You pay t	hem \$129.00- non-refu	indable one time rate and	enlist six other	
	members-mir	imum and t	hey promise you will ear	n up to \$5000.00/week	in the lottery scheme.	
	California has	o have the au	thorization necessary to	engage in the gambling a are now working in Ohio.	They claim that over	· ·
	12.000 peop	le have paid t	the \$129. fee and they a	re canvasing for more.	,	
		_			<i>f</i> 11 1	
	They	pay out mon	ies each night to "lucky"	winners" who call the con	terence call that occurs	
	every night at	t 10:00 pm.	the number is 215-58	2-7400-1125-405 or 11 ill make one rich for \$1	20. Every might	
	med ten min	taies of thos	en mines and now med w	Me where and reme that M.P.	- /·	
	,					
•				Sincerely,		

196 B - T - 64413 SEARCHED AD FILED AND

NOV 2 & 1994

FBI - CINCINNATI

P.03

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HOV 16 '94 15:21 CINCINNATI BBB

A FABULOUS OPPORTUNITY FOR NETWORK MARKETERS!

TO

THANK YOU FOR REQUESTING THIS INCREDIBLE INFORMATION ON THE TELEPHONE INFORMATION SYSTEMS (TIS)

WORLD-WIDE LOTTERY PROGRAM

This cash accumulation system has, without exception, the easiest, most lucrative income possibilities ever devised for the average person.

This ingenious system, along with a unique Downline Structure designed by GROUP DYNAMICS allows anyone who enrolls through GROUP DYNAMICS the chance to reach the maximum payout levels.

First, let's talk about the program, and then we will show you how to participate:

TIS & WORLD-WIDE LOTTERY

TIS is an international company that provides 800 & 900 telephone information services. TIS, in conjunction with a Japanese company and Native American Indians, will operate the World Wide Lottery. The Japanese company has pre-sold 50,000 positions for this venture.

HOW THE MARKETING PROGRAM WORKS

The TIS / World-Wide Lottery will function like any other lottery, with these MAJOR EXCEPTIONS:

- 1) This Lottery will be operated with a world-wide 900 phone number. Each call will cost \$7.00 and entitles the contestant to 5 chances to win.
- 2) Although millions of people will be contestants in the Lottery itself, a limited number of individuals (maximum 50,000) will be allowed to enroll, as members in North America, and qualify to participate in the TIS / World-Wide Lottery Marketing & Compensation Program. All qualified participants in the marketing program will earn cash each time the Lottery is played.

HOW WOULD YOU LIKE TO RECEIVE MONEY FROM THE WORLD-WIDE LOTTERY, EVEN IF YOU DON'T PLAY, OR HAVE A WINNING TICKET?

Well, each of the qualified participants in the marketing program will do just that -- they will earn money on every ticket sold, every time the WWL is played. Here's how it works:

The T/S/World-Wide Lottery system is set up in 12 separate progressive categories. As mentioned above, each entry for the WW Lottery will cost \$7.00. Out of each \$7.00 entry, \$1.50 will be set aside to be split evenly into the 12 categories. (Note: 50% is guaranteed to the Japanese investors.) You participate, and get paid in each category up to and including the highest category for which you qualify.

DEC-07-1994			
190 12 194	18:30	_	

TO

P.04

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TELEPHONE INFORMATION SYSTEMS
MEMBER APPLICATION

	PLEASE PRINT L	Egibly. Use black ink.			
Name	Add	dress			
City	State Zi	SS or Federal ID#			
		FAX			
		*SS = Social Security GROUP DYNAMICS ID#			
		MENT COORDINATOR WILL COMPLETE THIS SECTION.			
Sponsor's Name					
Sponsor's SS or Federal ID#		Sponsor's Phone ()			
4. I will only use company appears 5. I understand that I am an acknowledge that I have read an This agreement is not in force until	independent contractor. d agree to the terms set	et forth in this agreement.			
Signature		Date			
We Accept Checks		THOD OF PAYMENT (Check one)			
□ P	none Check Call 1-	-513-932-4788 for immediate processing.			
	heck by Fax See b				
	oney Order Send	ier Send to: GROUP DYNAMICS DOWNLINE 1109 Navaho Dr., Lebanon; OH 45036-9			
Over The Telephone	•				

If you have selected to send "Check by FAX", please tape your \$129 signed check here and FAX to (513) 932-0921.

PLEASE DO NOT MAIL THIS CHECK AFTER YOU HAVE FAXED IT TO US.

Your check will be processed just as the you had sent it to us in the mail.

This is, perhaps, the fastest, most efficient method of payment and is used most frequently by new members.

8

5V 15 794 18:

THE TIS/WORLD-WIDE LOTTERY COMPENSATION PLAN

For Illustrative Purposes Only

✓ Each 900 call costs \$7.00 to purchase 5 lottery tickets

✓ If 50,000 members then .75¢ of \$1.50 available for earnings

✓ If 6,000 members (this illustration) then .09¢ of \$1.50 available for earnings

✓ .09¢ out of \$7.00 gets equally split into 12 income pools

✓ .09¢ divided by 12 pools = .0075¢ per call per income pool

 $\sqrt{50,000,000}$ calls $\times .0075 c = $375,000$ per income pool

 \checkmark \$350,000 divided by the number of people in pool = weekly income for that pool.

		Number Required	Number					
	Number	In Your Downline	Oi People	Estimated	Cumulative	Estimated	Comulative	
Pcol	of People	To Qualify For	That You	Weckly	Weekly	Armual	Annual	
Number	In Pool	This Income Pool	Referred	Ingane	Income	Income	Income	
#1	6,000	6 .	0	\$62	\$ 62	\$3,250	\$3,250	
#2	3,300	12	1	\$114	\$176	\$5,928	\$9,152	
#3	2,350	25	1	\$160	\$336	\$8,320	\$17,472	
#4	1,558	50	2	\$242	\$578	\$12,584	\$30,056	
#5	1.050	100	2	\$357	\$935	\$18,564	\$48,620	1
#6	650	200	3	\$577	\$1,512	\$30,004	\$78,624	-
#7	450	400	. 3	\$833	\$2,345	\$43,316	\$121,940	
#8	300	700	4	\$1,250	\$3,595	\$65,000	\$186,940	
#9	225	1,000	4	\$1,667	\$5,262	\$86,684	\$273,624	1
#10	150	1,500	5	\$2,500	\$7,762	\$130,000	\$403,624	¥.
#11	100	2,500	5	\$3,750	\$11,512	\$195,000	\$598,624	
#12	50	5,000	6	\$7,500	\$19,012	\$390,000	\$988,624	

NOTE: This is only an illustration of potential income. No guarantees of income are intended as the numbers of individuals in each pool may vary from this illustration.

P.07

THE GROUP DYNAMICS DOWNLINE METHOD IS "PEOPLE HELPING PEOPLE," AT ITS ABSOLUTE BEST!

b6 b7C

When you join the *Group Dynamics Downline*, and become a part of our unique Downline Development Method, here's what happens:

- 1. Everyone enrolling through our placement coordinator will be enrolled one right under the other in the order that membership payment is received. For example, when you enroll as a member, you will be placed directly under the last person who enrolled in a totally vertical progression, regardless of who referred you. And likewise, each person that you refer is also placed directly under the last enrollee. This is NOT a matrix, but a vertical placement.
- 2. When someone ABOVE OR BELOW you refers a new person, it creates super-fast explosive growth for <u>your</u> entire downline. Everyone in the group benefits and you and your downline have the opportunity to achieve the maximum number of payout categories.
- 3. Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

Remember. . . our strategy is to build total numbers of individuals not groups.

HOW TO PARTICIPATE:

The cost to enroll is \$129 per person. There are no further fees or commitments except for an annual renewal fee of \$25.

The companies involved have made every effort to insure that this venture will go forward as planned. But, due to any remote possibility of government intervention, it is impossible to absolutely guarantee that the Lottery will take place. You will, however, still participate in the earnings from the TIS phone services.

	HOW TO ENROLL IN THE GRO	UP DYNAMICS DOWNLINE:
By Phone	e: (513) 932-4788 (Call in your applicati	on and pay by Check-By-Phone.
By Fax:	(513) 932-0921 (Fax your application was sponsor information as	
By Mail:	 Complete & sign your application. Le area blank. Make your \$129 Money Order Payal Mail to: Group Dynamics Downline, 1109 Navaho Drive - Lebar 	ole to 932-2010
	Prospect Hotline # Fax-On-Demand # Phone-In-Ap # Fax-In-Ap # Downline Update #	(513) 684-4771 (512) 505-6802 (513) 932-4788 (513) 932-0921 (513) 723-4853

DEC-07-1994 15:27 FROM FBI HAMILTON, OH 1ST DOCUME of Level 1 printed in FUT format. h6 b7C CERTIFICATION CAN ONLY BE *** THIS DATA IS FOR INFORMATION PURPOSES ONLY. DETAINED THROUGH THE OFFICE OF THE CALIFORNIA SECRETARY OF STATE. *** CALIFORNIA SECRETARY OF STATE, CORPORATE RECORD. TELEPHONE INFORMATION SYSTEMS, INC. YAME: TYPE OF CORPORATION: ARTICLES OF INCORPORATION (DOMESTIC) Police fax. CORPORATE STATUS: SUSPENDED DATE OF INCORPORATION/QUALIFICATION: 08/02/1983 FTB SUSPENSION DATE: 06/01/1992 FIB SUSPENSION CODE: SUSPENDED MAILING ADDRESS: b6 b7C REGISTERED AGENT: REGISTERED OFFICE: 糊 PRESIDENT: 262632 "STATEMENT OF OFFICERS FILE NUMBER: STATEMENT OF OFFICERS FILE DATE: 06/29/89 TAX-BASIS: STOCK "CORPORATE NUMBER: 1177520 HISTORY: 08/23/1989 DATE: CERTIFICATE OF AMENDMENT TRANSACTION: A0374782 AMENDMENT NO:

DATE: 03/30/1992

TRANSACTION: SECRETARY OF STATE DELINQUENCY

DATE: 06/01/1992

TRANSACTION: FRANCHISE TAX BOARD SUSPENSION

ENTER LEXDOC TO ORDER COPIES OF THE ORIGINAL FILING AND RELATED DOCUMENTS

WORLD WIDE LOTTERY PARTNERSHIP

A friend from New York called me the other day and gave me a phone number...with urgency to call it right away. Here is the number I was given:

(513) 684-4771 (24 hr. recorded message)

What I heard was an exciting three-minute message. She also said if I have a fax machine to call the the following number from my fax machine:

(512) 505-6802

and receive a 4-page fax-back report spelling out the incredible details.

You might want to do the same. If you agree that the opportunity is worth going for, you can take action as the report suggests.

✓ If you DO want to take part, I'd advise you to join right away....to get the best available position and be part of a much bigger "income pool" built FOR you by other participants!

When you hear the hotline message and read the fax-on-demand report, you'll see why it would be to your advantage to act immediately.

- I'd also encourage you to hear the CONFERENCE CALL TONIGHT or any night of the week at 10 p.m. Eastern (7 p.m. Pacific) time! Also 1 p.m. Eastern (10 a.m. Pacific) time Saturdays.
- TO GET ON THE CALLS: Dial (215) 582-7400. At the tone press 1125; at the next tone press 405; wait and listen. (On Tuesday only, press 1131, then 415)
 - First call the hotline number, then get the fax-on-demand report.

IF YOU DECIDE TO JOIN, BE SURE TO WRITE MY NAME AND PHONE NUMBER ON THE "REFERRED BY" LINE of the application form, BUT DO NOT FILL IN THE SPONSOR INFORMATION.

Then fax this page to other prospects after "whiting out my name, etc., below and writing in or typing your own name & phone number.

Referred by:	Phone:
--------------	--------

Memorandum



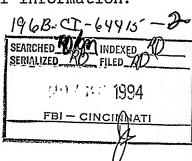
To :	SAC,	CINCINNATI	(196B-CI-	644 15) •••)	Date	11/22/94		
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Subject:			ika 6					
	TELE GROU 1109 Leba FBW	PHONE INFORM PHONE INFORM PROPERTY NAVAHO Drinon, Ohio	dba MATION SYS DOWNLINE Ve,	TEMS INC.;			(F)	/)
matter wh	t (LP]requ ich i	ested the I s being inv	Bureau assi Vestigated	reet, Leband stance in the as Pyramidir oss is over	on, Oh ne abo ng, OF	ove caption RC Section	phone oned	
	On 1	1/15/94, a	telephonic	complaint w	vas re	eceived f	rom	
1994, sev six (6) s	hed e eral hares E LOT	members of of the TE TERY. Eacl	his girlfi LEPHONE INI	fax cumentation triend's famil FORMATION SYS st \$129; so t	Ly "ir STEM,	nvested" INC. (TI	tober in	
directly earlier o	icipa linke ne jo	nt is refe d to the no ins the be	rred by a pumber of neutron	a classic py prior member. ew members er ayout. Each rence call to	The prolle night	e payout ed; the t at 10:0		

Each new members is requested to execute a TIS Member Application in which they provide their address and Social Security Number, in addition to providing referral information.

Pennsylvania, telephone number, 215-582-7400.

2 - Cincinnati
REH:reh
(2)

Az poend all





The new member has three choices for payment. The first, "Phone Check", directs the member to call 513-932-4788. The 1994 Dickman Directory for Lebanon identifies the subscriber of this number as 1109 Navaho Drive, Lebanon. Utility and BMV records identify this person as dob SSAN
The second payment method, "Check by Fax", directs the member to attach a personal check to bottom of the application and fax it to 513-932-0921, another Lebanon number. According to TIS' instructions, the "check will be processed just as tho' you had sent it through the mail."
"Money Order" is the third payment method. TIS directs the member to purchase a one payable to It is to be mailed to GROUP DYNAMICS DOWNLINE, c/o 1109 Navaho Drive, Lebanon, Ohio 45036-9227. The 1994 Dickman Directory for Lebanon lists three residents at the Navaho address including telephone 513-932-7037. The 1993 United Telephone Directory for Lebanon-Loveland includes an identical listing for 1109 Navaho Drive, Lebanon. BMV records identify her as dob residing at Includes a listing for Cincinnati includes a listing for Incinnati includes a listing for Incinnati includes a listing for Incinnati and Check at a bank?)
Page 2 of the documentation directs a prospective member to call 513-684-4771 in downtown Cincinnati for a prerecorded sales pitch or to receive a fax from 512-505-6802 in Austin, Texas. The bottom of the last page of documentation lists a Downline Update Number, 513-723-4853, in downtown Cincinnati. When dialed, provides the latest information on lottery. She advised her partner, PAUL LARSON, is featured in this weeks TV Guide. BMV records identify him as PAUL M. LARSON, dob 5/10/49, residing at 493-B Georgetown Drive, Lebanon. According to the LPD, LARSON is He was arrested three times between 1969 and 1982 by the LPD and Dayton PD for Receiving and Concealing Stolen Property, Larceny by Trick and Petty Theft.
The 1994 Dickman Directory for Lebanon lists a third resident at BMV records identify him as dob also residing at
in consultation with Warren County Prosecutor requested Bureau liaison in this matter regarding possible interstate Fraud By Wire prosecution. They believe that the total losses could be high. In her Downline



196B-CI-0

Update, said in their current lottery there were over 2000 members which at approximately \$130 a share totals at least \$260,000.

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b7C

On 11/22/94, sister of girlfriend, faxed to LPD a copy of her TIS Member Application, dated 10/11/94. and canceled check pavable to for \$129. who resides in was referred to TIS by

On 11/22/94. LPD was later called by who said he was recruited by (PHONETIC) in told that he was recruited by (LNU) in Ohio who knows personally. believes operates TIS out of Orlando, Florida.

LPD also provided a fax from the California Secretary of State regarding TELEPHONE INFORMATION SYSTEMS, INC., 633
Battery Street, Suite 200, San Francisco, California 94111. It was founded in 1983 and suspended operation on 6/1/92. Its president was ______ There is no proof that this company and the captioned TIS are identical.

The captioned TIS claims to be also involved in the marketing of 800 and 900 telephone numbers. They claim to have heavy Japanese investment in their lottery as well as connections with the American Indian tribes.



Memorandum



To :	SAC, CINCINNATI (19	96-0)	Date 1	1/18/94
From :	SA	<u> </u>		l L
Subject:	dba, Telephone Info World Wide Lottery Group Dynamics Down Lebanon, Ohio FBW (OO:CI)	ormation Systems ('Program 20	ris),	
(BBB), Ci it regarding it was ap type sche	On 11/16/94, the wr Vice-President, Oper Incinnati, Ohio, tele Indicated that she has captioned subject a oparent to her that the eme and is utilizing er that scheme.	rations, Better Buephone number and received numero and dbas.	siness I us inqui adv aged in	iries vised that a pyramid
	A Regional Crime In revealed the fo	nformation Center ollowing informati		inquiry on
	Name: Sex: DOB: Height: Weight: Hair: Eyes: SSAN: Address:	Female 5 feet 5 inches 115 pounds Blond Green		
on	No criminal record	for arrests or co	nviction	ns was found
	The following is a on 11/16/94.		y facsi	mile from
(2)Cincinn MJE:gmb (2)	Jakobeck a Check a Che	re: talk above to for in the study	[96B-(718 -3 118 -20



4	<u>.</u> වා1්ඩ	10		
BU		ER IESS EAU	November 16, 1994	
To Fr			Special Agent, FBI VP - Operations, BBB	•
Re	W	orld-Wid	Information Systems (TIS) Le Lottery Program Lamics DownLine	
Fc	llow	ing is i	nformation I have received on the above operation(s).	
Na li Ir	ivaho isted i che	Drive, I in the ecking wi	Lebanon in a multifamily dwelling. The phone number Criss-Cross is which rings in as a fax line. Ith Information, the phone number is the answering machine is male. The voice on all of the rethis operation is female.	
ma	ateri	ial.	Hotline essentially is a taped version of the enclosed	
©: 8: W	alled 00/99 ill	l Volceto 30 lines try to g		b6
C	:heck	ing acco	ication accepts what amounts to demand drafts on your ount.	b7C
9	some negot sendi	of the miliable paing an al	ing thing is the FAX-IN-APPLICATION. I've checked with major local banks and they will not accept this as uper. (They are very interested in this and will be lert to their respective branch offices). However, rently IS accepting faxed checks as negotiable paper not the ongoing problem of demand drafts.	
L	this ment		ate - again a taped message. As of today has 1614 members (@ \$129 = \$208,000+). She states that ore members (and \$11,000) more than yesterday. She also ton the Monday night conference call The Lawyers will ne.	
			only additional information I have at this point. We st for information to the firm but didn't have the right resent same today. I'll let you know what comes back.	
	I am BBB	also en which co	closing a letter fromof the Wisconsin ntains additional information.	
	If I	can be	of further assistance, please contact me at	
			A98 WALNUT STREET	

SERVING SOUTHERN OHIO NORTHERN KENTUCKY AND SOUTHEASTERN INDIANA

CINCINNATI BETTER BUSINESS BUREAU, INC.

898 WALNUT STREET CINCINNATI, OHIO 45202 (513) 421-3015 • 1-800-471-3015

A FABULOUS OPPORTUNITY FOR NETWORK MARKETERS!

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______ P.3

P. 62

The TIS/World-Wide Lottery Compensation Plan

You qualify for category	When your Downline reaches	And you have — Referred
1	6	Ó
2	12	1
3	25	•
4	50	1
5	100	2
6	200	2
7	400	3
8		3
- , †	700	4
9	1000	4
10	1500	5
11	2500	
12	5000	5
_	0400	8

Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

Example: Category 1 will include all members who have 6 enrolled in their downline. (Group Dynamics will ensure you have six in your downline because of our unique vertical structure.) Category 2 includes all individuals whose downline has grown to 12 and have referred at least 1 member.

Example: If your group has grown to 450 and you have referred at least 3 members, you participate in an equal share of the earnings in all categories from one up to (and including) category seven. But if you have referred only 2 members, you will only qualify through

Of course there is no promise as to exactly what each individual's earnings will be. But is estimated that your minimum earnings of payout in Category One alone could be around \$60 per week. Of course if you get involved now, you will have a much larger downline group, and your earnings in the other categories could be considerably greater. It is expected that even gets around.

The deadline to join TIS and be eligible to participate in the WWL Venture is January 14, 1995. To be eligible to qualify for all 12 categories you must join no later than December 15, 1994.

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THE GROUP DYNAMICS DOWNLINE METHOD IS "PEOPLE HELPING PEOPLE," AT ITS ABSOLUTE BEST!

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When you join the Group Dynamics Downline, and become a part of our unique downline structure, here's what happens:

- 1. Everyone enrolling in TIS through Group Dynamics will be enrolled one right under the other in the order that membership payment is received. For example, when you enroll as a member, you will be placed directly under the last person who enrolled in a totally vertical progression, regardless of who referred you. And likewise, each person that you refer is also placed directly under the last enrollee. This is NOT a matrix, but a vertical placement. Everyone in the group benefits and you and your downline have the opportunity to achieve the maximum number of payout categories.
- 2. Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

HOW TO PARTICIPATE:

The cost to enroll is \$129 per person. There are no further fees or commitments except for an annual renewal fee of \$25.

The companies involved have made every effort to insure that this venture will go forward as planned. However, there are still negotiations which must be completed before the Lottery venture is absolute. You will, however, still participate in the earnings from the TIS phone services.

		The state of the s
Н	OW TO ENROLL IN THE GROUP DY	YNAMICS DOWNLINE:
PREFERRED ME By Fax: (513) 9	THOD: 32-0921 (Fax your application with col sponsor information area bla	mpleted check, Leave the ink.)
OPTIONAL METH By Phone: (513)	ODS: 932-4788 (Call in your application and	d pay by Check-By-Phone.)
2. Make	olete & sign your application. Leave the blank. your \$129 Money Order Payable to: o: Group Dynamics Downline,c/o 1109 Navaho Drive Lebanon, O	Group Dynamics Downline
	Prospect Hotline # Fax-On-Demand # Phone-In-Ap # Fax-In-Ap # Downline Update #	(513) 684-4771 (512) 505-6802 (513) 932-4788 (513) 932-0921 (513) 723-4853

National Conference calls 7 nights a week at 10:00 p.m. Eastern & Sat. at 1:00 p.m. Eastern 1-215-582-7400 Tone 1125 Tone 405 (except Tuesday) Tone 1131 Tone 415

TELEPHONE INFORMATION SYSTEMS

b6 b7C MEMBER APPLICATION

	PLEASE PRINT LEGIBLY, USE BLACK INK.
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Cin	Address
Phone Murekes /	State Zp *SS or Federal ID#
i none intribet ()	FAX_
Referred by:	*SS • Social Security GROUP DYNAMICS ID#
U¥ GROUP D	YNAMICS DOWNLINE PLACEMENT COORDINATOR WILL COMPLETE THIS SECTION.
Sponsor's Name	
Sponsor's SS or Feder	Sponsor's Phone ()
 I shall become a me Telephone Information I will only use compa I understand that I a 	enter into this agreement. The properties of the second contraction o
acknowledge that I have realing agreement is not in force	ad and agree to the terms set forth in this agreement. a until accepted by Telephone Information Systems.
Signature	Date
We Accept Checks	METHOD OF PAYMENT (Check one) Phone Check Call 1-513-932-4788 for immediate processing. Check by Fax See below. Money Order Send to: GROUP DYNAMICS DOWNLINE 1109 Navaho Dr., Lebanon, OH 45036-9227 Make Check or Money Order payable to
Your check	If you have selected to send "Check by FAX", your \$129 signed check here and FAX to (513) 932-0921. EASE DO NOT MAIL THIS CHECK FIER YOU HAVE FAXED IT TO US. will be processed just as tho' you had sent it to us in the mail. This is, perhaps, the fastest, most efficient of payment and is used most frequently by new members.

THE TIS/WORLD-WIDE LOTTERY COMPENSATION PLAN

For Illustrative Purposes Only

✓ Each 900 call costs \$7.00 to purchase 5 lottery tickets

✓ If 50,000 members then .75¢ of \$1.50 available for earnings

✓ If 6,000 members (this illustration) then .09¢ of \$1.50 available for earnings

✓ .09¢ out of \$7.00 gets equally split into 12 income pools

✓ .09¢ divided by 12 pools = .0075¢ per call per income pool

✓ 50,000,000 calls x .0075¢ = \$375,000 per income pool

✓ \$350,000 divided by the number of people in pool = weekly income for that pool.

		Number Required	Number			•	
D 1	Number	In Your Downline	Of People	Estimated	Cumulative	Estimated	Comulative
Pool	of People	To Qualify Fox	That You	Weekly	Weekly	Annual	Annual
Number	In Pool	This Income Pool	Referred	Income	Income	Income	Income
#1	6,000	6.	0	\$62	\$62	\$3,250	\$3,250
#2	3,300	12	1	\$114	\$176	\$5,928	\$9,152
#3	2,350	25	1	\$160	\$336	\$8,320	\$17,472
#4	1,550	50	2	\$242	\$578	\$12,584	\$30,056
#5	1,050	100	2	\$357	\$935	\$18,564	\$48,620
#6	650	200	3	\$577	\$1,512	\$30,004	\$78,624
#7	450	400	3	\$833	\$2,345	\$43,316	\$121,940
#8	300	700	::- _ : : :::::::	\$1,250	\$3,595	\$65,000	\$186,940
#9	225	1,000	A.	•	- •		•
	•	•	4	\$1,667	\$5,262	\$86,684	\$273,624
#10	150	1,500	5	\$2,500	\$7,762	\$130,000	\$403,624
#11	100	2,500	5	\$3,750	\$11,512	\$195,000	\$598,624
#12	50	5,000	6	\$7,500	\$19,012	\$390,000	\$988,624
					-	•	•

NOTE: This is only an illustration of potential income. No guarantees of income are intended as the numbers of individuals in each pool may vary from this illustration.



THE BESTER BUSINESS BUREAU & WISCONSIN, INC.

740 NORTH PLANKINTON AVENUE / MILWAUKEE, WISCONSIN 53203 / (414) 273-4300 ROBERT W. HAMPTON, PRESIDENT

November 3, 1994

110V - 7 1004

CONCLUSION SETTER

Operations Manager

CINCINNATI BETTER BUSINESS BUREAU, INC.

898 Walnut Street

Cincinnati, Ohio 45202-2097

RE: WORLD WIDE LOTTERY PROGRAM
TELEPHONE INFORMATION SYSTEMS
GROUP DYNAMICS DOWNLINE
109 Navajo Street
Lebanon, Ohio 45036

big bucks in various multi-level programs.

Dear	
I thought I would fol some more informati	ow up on my call to you regarding the above operation and try to give you on.
afford to take financi	by the name of in Lebanon she told me they did material on this promotion. She also told me that people who could not all risks should not participate in this lottery program. She referred to the an Systems and the World Wide Lottery as a double opportunity.
According to Time, Inc. of Lakela is a subsidiary of a G	Telephone Information Systems resulted from a merger of Pleasure d, Florida with Telephone Information Systems, a company in Japan which terman company.
They sell 800 and 90	services to those who pay \$129 to become a member of their organization.

The World Wide Lottery Program is a second operation in some way affiliated with Telephone Information Systems. Members of Telephone Information Systems (TIS) will be allowed to participate in the lottery program. She said that eventually they plan to receive 50 million calls from people who will buy 5 tickets for \$7 to participate in the lottery.

described the program as a multi-level plan and went on to tell me how she had earned

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Of each \$7 \$1 50 %	will an in a most T	ha Amounton			
Of each \$7, \$1.50 v	Arm Routh & boot 11	ne American po	ool receives 75 ce	ents, and 75	cents will go
into a Japanese poo	a. She said that this	would result i	n a pool of prize:	s worth \$625	,000.
withters como oraș	v up to \$63 a week	from the pool.		•	
- T	`			_	_
Then, tolo	me that they were	waiting for app	proval from the L	J.S. Governm	nent to operate
the lottery in behalf	of the Indian Natio	ons.			
	į.				
The Orlando BBB	old me they had no	information or	Pleasure Time	Inc. or	The
Milwaukee office of	f the FBI also told	ne they had no	thing on		
your bureau contact	the local FBI offic	e about this pro	orem		gested that
		e moont mis bic	Ermir.		
I asked bo	is beened almost we	harri thia mua ama	Ob., 4-13). 1 C	.4
777	w people learned al	bout this broats	un. Sne tola me	by word-of-	mouth,
although she said so	une includers mign	t do some local	advertising.		
It is all man, and		B			
It is all very confusi	ng. However, it loo	oks to me like t	hey are selling 8	00 and 900 s	ervices with
me promise that peo	ple will be calling i	in on these serv	ices to participat	te in the lotte	rv. and this
amount of traffic wi	ll provide income f	or those who o	wn or operate the	≥ 800-900 se:	rvices.
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I also asked	to check with the	he Ohio AG's c	office to see if the	ev have recei	ived anv
information on this	promotion.		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	-,	
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I will be interested	n any response von	might get from	the Lebanon of	fina	
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Thanks for your help					
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FBI CLASSIFICATION:

☐ TOP SECRET

☐ SECRET PRECEDENCE:

TRANSMIT Y Teletype Facsimile X AIRTEL		PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS	
			Date 12/7/94	
TO		AC, SAN DIEGO ATTN: SSA		
FROM	: SA	AC, CINCINNATI (196B-CI-64	4415) (MRA) (P)	
SUBJECT	TE GR 11 Le FB	aka UL M. LARSON;	MS, INC.;	b6 b7С
SSA	Refe	rence telcal between SA on 12/6/94 and documer attention on 12/7/94.		and
subject: lottery, this ope	Disco s who /pyrar eratio	innati requests the assistence on the connect to develop a FBW can are the public face of temporary of the condition of the caller to a ly conference call/lottery	ase against the caption elemarketing her telephone numbers fax machine in Texas	of and
formed 1	NE INI by the	questioned by clients, FORMATION SYSTEMS, INC., The merger of PLEASURE TIME INTELEPHONE INFORMATION SY	, INC. of Lakeland,	ور سر
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Approved

Transmitted

(Number) (Time) Per _

Japanese subsidiary of a German company. The American president is or of either or

The Tampa Division is requested to check public sources for any businesses in Lakeland or Orlando identifiable to PLEASURE TIME, INC. or TELEPHONE INFORMATION SYSTEMS, INC., which may be operated by either a or

Memorandum



TROUP DYNAMICS DOWNLINE (GDD) to whom he had faxed a check for size. On 12/8/94, was telephonically recontacted. He learned of GDD from a friend. On 12/2/94, he spoke with GDD representative (Last Name Unknown) in Lebanon, Ohio, celephone It was extremely difficult to get through to GDD. On 12/4/94, he faxed GDD a check becoming Member 3388. He later enrolled his brother (Member #4267) by faxing them a money order. has called the evening conference call number where he heard and TELEPHONE INFORMATION of the six of the						
PAUL M. LARSON; GROUP DYNAMICS DOWNLINE, 1109 Navaho Drive, Lebanon, Ohio; FBW; OO: Cincinnati The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from Cincinnati Office, advising that The MRA received a Routing Slip from The MRA received had called inquiring about The MRA received had	To :	SAC,	CINCINNATI	(196B-CI-64415)	Date	12/9/94
PAUL M. LARSON; GROUP DYNAMICS DOWNLINE, 1109 Navaho Drive, Lebanon, Ohio; FEW; O0: Cincinnati The MRA received a Routing Slip from Cincinnati Office, advising that telephone had called inquiring about RROUP DYNAMICS DOWNLINE (GDD) to whom he had faxed a check for 129. On 12/8/94, was telephonically recontacted. He learned of GDD from a friend. On 12/2/94, he spoke with GDD representative (Last Name Unknown) in Lebanon, Ohio, telephone It was extremely difficult to get through to GDD. On 12/4/94, he faxed GDD a check becoming Member and a money order. The manney order. Where he heard and TELEPHONE INFORMATION SYSTEMS' (TIS) lawyers speak. is from Florida where he previously marketed 900 sex lines. TIS claims to have heavy Japanese backing and are negotiating with five American Indian cribes to be sponsors. Although is not concerned about his \$129 investment/gamble, he contacted the Bureau over worries that GDD might use his SSAN and banking information to make unauthorized irafts to his account or fraudulently obtain credit in his name. These worries caused to have his brother fax a money order in place of a check.	From :	SA		(MRA)		
cincinnati Office, advising that telephone had called inquiring about GROUP DYNAMICS DOWNLINE (GDD) to whom he had faxed a check for \$129. On 12/8/94, was telephonically recontacted. He learned of GDD from a friend. On 12/2/94, he spoke with GDD representative (Last Name Unknown) in Lebanon, Ohio, telephone It was extremely difficult to get through to GDD. On 12/4/94, he faxed GDD a check becoming Member #3388. He later enrolled his brother (Member #4267) by faxing them a money order. has called the evening conference call number where he heard and TELEPHONE INFORMATION of the previously marketed 900 sex lines. TIS claims to have heavy Tapanese backing and are negotiating with five American Indian tribes to be sponsors. Although is not concerned about his \$129 investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries and it is not concerned about his \$129 investment/gamble, he contacted the Bureau over worries and it is not concerned about his \$129 investment/gamble, he contacted the Bureau over worries and it is not concerned about his \$129 investment/gamble, he contacted the Bureau over worries and it is not concerned about his \$129 investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau over worries that GDD investment/gamble, he contacted the Bureau ove	Subject:	TELE: GROU! 1109 Leba! FBW;	M. LARSON; PHONE INFORM P DYNAMICS Navaho Dri non, Ohio;	dba RMATION SYSTEMS, I DOWNLINE, ive,	INC.;	
He learned of GDD from a friend. On 12/2/94, he spoke with GDD representative (Last Name Unknown) in Lebanon, Ohio, telephone It was extremely difficult to get through to GDD. On 12/4/94, he faxed GDD a check becoming Member #3388. He later enrolled his brother (Member #4267) by faxing them a money order.	ROUP DYN	i Off	ice, advisi elephone	ing that had	called in	
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Cincinnati REH: reh (2)	night use drafts to These wor	t/gam his his ries	ble, he consSSAN and baaccount or caused	ntacted the Burear anking information fraudulently obtained to have his	u over wor n to make ain credit	ries that GI unauthorized in his name ax a money
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by

196B-CI-64415

On 12/9/94, faxed to the MRA the attached b7c facsimiles which are the front and back of two draft transactions for \$129 each. These were authorized by his friend, on 11/14/94. They purchased TIS memberships #1191 and 1192. The draft transactions were deposited by for GROUP DOWNLINE DYNAMICS, into Account # at PNC BANK, OHIO, N.A., 310 Race Street, Cincinnati, Ohio, telephone 651-7093. The Drawee Bank is designated as the 1ST NATIONAL BANK MASSILLON, OH, telephone (216)832-9801.

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Memorandum



То	:	SAC,	CINCINNATI	(196B-CI-64415)	(P)	Date	12/14/94
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From:

b6 b7C

Subject:

GROUP DYNAMICS DOWNLINE

THIS WRITER RECEIVED A COMPLAINT CALL FROM

WHO STATED THAT HE RECEIVED INFORMATION ABOUT ABOVE CAPTIONED SUBJECT FROM A FRIEND OF HIS. THIS FRIEND HAS ALREADY SPENT \$130.00 FOR THE PURCHASE OF LOTTERY TICKETS AND HAS ENLISTED 15 OTHER PEOPLE WHO HAVE ALREADY PURCHASED TICKETS FOR SAME. THE CALLER BECAME SUSPICIOUS OF GROUP DYNAMICS SALES PITCH AND SUBSEQUENTLY CALLED THE BETTER BUSINESS BUREAU AT CINCINNATI, OHIO. HE SPOKE TO A WHO IS LOOKING INTO THE MATTER.

IT SHOULD BE NOTED THAT CALLER HAS NOT PURCHASED A LOTTERY TICKET BUT IS ONLY SEEKING INFORMATION CONCERNING GROUP DYNAMICS DOWNLINE'S LEGITIMACY.

LAP: lap

196B-CI-64415-6

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Squad 4 FROM FACS Pls. Coll 19/0 for 1900 -OR the Hotline & and low Conference Coll. (There. is only one leg / downline for the US) Everyone Cominy in a Har gove would be in your Down line As to the 4.74 telephone PAOG AOM, pat a hold on it is my recommendations there are some things regative that I am Sensing - sort there is going to be a sensing in Jan.

WORLD - WIDE LOTTERY

YOU CAN EARN MONEY FROM EVERY TICKET SOLD!

IMAGINE- PAYOFFS OF \$300 MILLION / WEEK! YOUR POTENTIAL IS STAGGERING!!



Greetings:

This is not about buying lottery tickets! This is about how you can profit from a huge worldwide lottery system which is about to be started--there will be profit on every ticket sold, to the tune of thousands of dollars per week or more.

TIME IS OF THE ESSENCE!! THIS OPPORTUNITY IS VERY LIMITED. You can get a four page report via fax-on-demand by calling 512-505-6802. Only people in North America joining before January 14, 1995 will be included. Once it is closed, this opportunity will be gone forever!!!

Call the following important number now: INFORMATION HOTLINE------513-684-4771.

Join instantly by calling Group Dynamics Downline at 513-932-4788. Please tell them I referred you and give my ID# which is listed below as a reference.

DON'T DELAY! Call the hotline and get started right away! We will make sure you have the required downline today.

I also strongly suggest you hear the CONFERENCE CALL TONIGHT or any night of the week at 10pm EST / (7 pm PS i). Also available at 1pm EST (10pm PST) on Saturdays! To get on the calls dial 215-582-7400, at the tone press 1125 and at the next tone press 405, wait and listen. On Tuesdays only, press 1131 tone and 415.

First call the hotline number, then get the fax-on-demand report. If you decide to join, be sure to insert my name and ID number in the "referred by" section of the application, but do not fill in the sponsor information!

Thanks!		
	ID#	

Group Dynamics Downline

1109 Navaho Drive • Lebanon, OH 45036-9227 • (513) 932-4788 • Fax (513) 932-0921

November 12, 1994

Hello:

This letter is to welcome you as a member of Group Dynamics Downline and Telephone Information Systems (TIS).

Please note that you will be hearing from TIS regarding the 800 and 900 information services as soon as the World Wide Lottery opportunity is completed.

Enclosed is a copy of the original paperwork and application for you to copy and share. Also enclosed is a flyer to use to promote the TIS/World Wide Lottery opportunity. Another idea for promoting is to simply use a blank postcard that says *URGENT* Call 513-684-4771. Include your name and/or Group Dynamics member number which will identify you as the referrer. Then simply mail the cards to your prospects.

Based on the compensation plan that TIS has developed, a potential income guide is enclosed. Keep in mind, of course, that this is only an illustration of the earnings potential. However, visually seeing the potential may help you to clearly focus on the potential earnings from the World Wide Lottery.

I encourage you to review the chart on page 2 regarding the Compensation Plan and familiarize yourself with the number of personal referrals necessary to achieve each of the income pools. The number of individuals in your organization will automatically grow, however, personal referrals are necessary for you to advance beyond Income Pool #1.

We need your help in sharing the World Wide Lottery opportunity with others. To grow in number quickly we need the cooperative effort of all members and time is of the essence.

Invite someone to listen to the national conference calls as often as possible. The conference call numbers are listed at the bottom of page 3 of the information sheets.

Time is of the essence. Yet the time you spend over the next few weeks sharing the opportunity and referring others may be time that could earn you income you never before dreamed possible.

Keep in mind that by joining TIS you have nothing to lose-yet the gain may be unprecedented!

Meet	λοπ	on	the	next	call,			
								b6 b70

Enclosures

A FABULOUS OPPORTUNITY FOR NETWORK MARKETERS!

THANK YOU FOR REQUESTING THIS INCREDIBLE INFORMATION ON THE TELEPHONE INFORMATION SYSTEMS (TIS)

WORLD-WIDE LOTTERY PROGRAM

This cash accumulation system has, without exception, the easiest, most lucrative income possibilities ever devised for the average person.

This ingenious system, along with a unique *Downline Structure* designed by *GROUP DYNAMICS* allows anyone who enrolls through *GROUP DYNAMICS* the chance to reach the <u>maximum payout levels</u>.

First, let's talk about the program, and then we will show you how to participate:

TIS & WORLD-WIDE LOTTERY

TIS is an international company that provides 800 & 900 telephone information services. TIS, in conjunction with a Japanese company and Native American Indians, will operate the World Wide Lottery. The Japanese company has pre-sold 50,000 positions for this venture.

HOW THE MARKETING PROGRAM WORKS

The TIS / World-Wide Lottery will function like any other lottery, with these MAJOR EXCEPTIONS:

- 1) This Lottery will be operated with a world-wide 900 phone number. Each call will cost \$7.00 and entitles the contestant to 5 chances to win.
- 2) Although millions of people will be contestants in the Lottery itself, a limited number of individuals (maximum 50,000) will be allowed to enroll, as members in North America, and qualify to participate in the TIS / World-Wide Lottery Marketing & Compensation Program. All qualified participants in the marketing program will earn cash each time the Lottery is played.

HOW WOULD YOU LIKE TO RECEIVE MONEY FROM THE WORLD-WIDE LOTTERY, EVEN IF YOU DON'T PLAY, OR HAVE A WINNING TICKET?

Well, each of the qualified participants in the marketing program will do just that -- they will earn money on every ticket sold, every time the WWL is played. Here's how it works:

The TIS/World-Wide Lottery system is set up in 12 separate progressive categories. As mentioned above, each entry for the WW Lottery will cost \$7.00. Out of each \$7.00 entry, \$1.50 will be set aside to be split evenly into the 12 categories. (Note: 50% is guaranteed to the Japanese investors.) You participate, and get paid in each category up to and including the highest category for which you qualify.

THE GROUP DYNAMICS DOWNLINE METHOD IS "PEOPLE HELPING PEOPLE," AT ITS ABSOLUTE BEST!

When you join the **Group Dynamics Downline**, and become a part of our unique downline structure, here's what happens:

- 1. Everyone enrolling in TIS through Group Dynamics will be enrolled one right under the other in the order that membership payment is received. For example, when you enroll as a member, you will be placed directly under the last person who enrolled in a totally vertical progression, regardless of who referred you. And likewise, each person that you refer is also placed directly under the last enrollee. This is NOT a matrix, but a vertical placement. Everyone in the group benefits and you and your downline have the opportunity to achieve the maximum number of payout categories.
- 2. Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

HOW TO PARTICIPATE:

The cost to enroll is \$129 per person. There are no further fees or commitments except for an annual renewal fee of \$25.

The companies involved have made every effort to insure that this venture will go forward as planned. However, there are still negotiations which must be completed before the Lottery venture is absolute. You will, however, still participate in the earnings from the TIS phone services.

HOW TO ENROLL IN THE GROUP DYNAMICS DOWNLINE: PREFERRED METHOD: By Fax: (513) 932-0921 Fax your application with completed check. Leave the sponsor information area blank. Then call (513) 932-4788 for your I.D. #. **OPTIONAL METHODS:** By Phone: (513) 932-4788 Call in your application and pay by Check-By-Phone. b6 By Mail: 1. Complete & sign your application. Leave the sponsor information b7C area blank. 2. Make your \$129 Money Order Payable to: Group Dynamics Downline 3. Mail to: Group Dynamics Downline, -c/o 1109 Navaho Drive - Lebanon, OH. 45036-9227 (513) 684-4771 Presentation Line (5 min.) (512) 505-6802 Fax-On-Demand #1 (Info Pak & Ap) (512) 505-6821 Fax-On-Demand #2 (Ads, Flyers) (513) 932-0921 Fax-In-Application (513) 932-4788 Phone-In-Application - ONLY (513) 723-4853 Downline Update

National Conference calls 7 nights a week at 10:00 p.m. Eastern & Sat. at 1:00 p.m. Eastern 1-215-582-7400 Tone 1125 Tone 405 (except Tuesday) Tone 1131 Tone 415

The TIS/World-Wide Lottery Compensation Plan

You qualify for category		When your wnline reaches		And you have Referred
1		6		0
2		12		1
3		25		1
4		50		2
5	Газил	100	See Note On Compensation	7 2
6	See Note On Compensation	200		3
7	Plan Sheet	400	Plan Sheet	3
8		700		4
9		1000		4
10		1500		5
11		2500		5
12		5000		6

Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

Example: Category 1 will include all members who have 6 enrolled in their downline. (Group Dynamics will ensure you have six in your downline because of our unique vertical structure.) Category 2 includes all individuals whose downline has grown to 12 and have referred at least 1 member.

Example: If your group has grown to 450 and you have referred at least 3 members, you participate in an equal share of the earnings in all categories from one up to (and including) category seven. But if you have referred only 2 members, you will only qualify through category 5.

Of course there is no promise as to exactly what each individual's earnings will be. But is estimated that your minimum earnings of payout in Category One alone could be around \$60 per week. Of course if you get involved now, you will have a much larger downline group, and your earnings in the other categories could be considerably greater. It is expected that even the early pots will reach \$300,000,000 and continue to grow as word of the World-Wide Lottery gets around.

The deadline to join TIS and be eligible to participate in the WWL Venture is January 14, 1995. So the sooner you begin, the better chance you have to participate in the higher categories.

TIS/WORLD-WIDE LOTTERY COMPENSATION PLAN

FOR ILLUSTRATIVE PURPOSES ONLY

Each 900 call costs \$7.00 to purchase 5 lottery tickets
If 50,000 members then \$.75 of \$1.50 available for earnings
If 6,000 members (this illustration) then \$.09 of \$1.50 available for earnings
\$.09 out to \$1.50 gets split equally into 12 income pools
\$.09 divided by 12 pools = \$.0075 per call per income pool
If 50,000,000 calls x \$.0075 = \$375,000 per income pool
\$375,000 divided by the number of people in pool = weekly income for that pool.

Pool Number	Number of People In Pool	Number Required In Your Downline To Qualify For This Income Pool	Number Of Personal Referrals Required	Estimated Weekly Income Per Pool	Cumulative Weekiy Income	Estimated Annual Income	Cumulative Annual Income
#1	6,000	6	0 - Total	\$62	\$62	\$3,250	\$3,250
#1 #2	3,000	12	1 - Total	\$114	\$176	\$5,928	\$9,152
#2 #3	2,350	25	1 - Total	\$160	\$336	\$8,320	\$17,472
#3 #4	1,550	50	2 - Total	\$242	\$578	\$12,584	\$30,056
# 1 #5	1,050	100	2 - Total	\$357	\$935	\$18,564	\$48,620
#5	650	200	3 - Total	\$577	\$1,512	\$30,004	\$78,624
#0 #7	450	400	3 - Total	\$833	\$2,345	\$43,316	\$121,940
#7	300	700	4 - Total	\$1,250	\$3,595	\$65,000	\$186,940
#0 #9	225	1,000	4 - Total	\$1,667	\$5,262	\$86,684	\$273,624
	150	1,500	5 - Total	\$2,500	\$7,762	\$130,000	\$403,624
#10	100	2,500	5 - Total	\$3,750	\$11,512	\$195,000	\$598,624
#11 #12	50	5,000	6 - Total	\$7,500	\$19,012	\$390,000	\$988,624

NOTE: This is only an illustration. The numbers of individuals in each pool may vary from this illustration. No guarantees of income are intended. The numbers used are simply to show the mechanics of how the program works. They are not to be interpreted as guaranteeing that you, or anyone else will earn the sums indicated. Not everyone will have six referrals. Some will have more, some will have less, depending upon time and effort spent on building the business.

TRANSMIT VIA: Teletype Facsimile AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS Date 12/15/94	
SUBJECT : UNSUGROUP	CINCINNATI RICHMOND (196B-0) UBS, aka, 196B-U-1 Uba UP DYNAMICS DOWNLINE O NAVAHO DRIVE ANON, OHIO; MF	10 441 S	
that was faxed GROUP DYNAMICS A revi	DOWNLINE. Lew of Cincinnati's in case on GROUP DYN	ndices reveals that you	from b7C
	nclosed is being forw n deemed necessary.	varded to your office fo	or
4 - Cincinnati (2 - 196B ((2 - 196B-0 2 - Richmond (1	0)		
PES/jf (6)		196B-CI-6	,4415-8
AUTCMATEL	O INDICIES (verialized_20	1994
Approved:	Transmitted (Nu	Per	

Memorandum



То :	SAC, <u>Cincinnati</u> Date 12/22/94	
From :	SAC, TAMPA	
Subject:	TELEPHONE INFORMATION SYSTEMS WORLD WIDE LOTTERY	•
	File Number: 1962 CI 64415	
	Reference your AMEL dated 57 94.	
establish	In order to meet minimum indexing requirements . ned by FBIHQ, the following information is requested:	
	Full Name PAUL D. LANSON	_
	DOB or approximate Age 5/10/49	_
	ID Number 302 - 46 - 3448	
	Race (Asian, Indian, Black, White) ω	_
	Sex POB	_
	Full Name _	_
	DOB or approximate Age	_
		- b6
	Race (Asian, Indian, Black, White)	Ъ7С -
	Sex POB	
	Full Name	
	DOB or approximate Age	- Kin
	ID Number	' \&\
	Race (Asian, Indian, Black, White)	
	Sex POB	
	/ / /	I-64415—
	Please return to rotor by 1/13-1914	
	; · · · · · · · · · · · · · · · · · · ·	10 C :

Memorandum



то :	SAC, CINCINNATI (196B-CI-64415) Date 12/22/94 ATTN: SA	b6 b7C
From	BUTTE INFORMATION TECHNOLOGY CENTER (ITC) = INVESTIGATIVE INFORMATION SERVICES CENTER (IISC)	
Subject:	BUTTE ITC RECORD BUTTE ITC RECORD TELEPHONE INFORMATION SYSTEM, INC.; BUTTE ITC RECORD	
an accomp the IISC Please ma	Attached are copies of printouts setting forth results ies conducted by the IISC. Also attached is a copy of lishment/reply form. It is requested that you record accomplishments on this form and return it to the IISC. intain an additional copy with the computer printouts as in your case file.	
inquiries	Set forth below is a brief synopsis of results of	
Searched possible bankruptc possible	records re bankruptcy, property. Re TELEPHONE ON SYSTEM, INC.: located corporate data in California	
was proce at FTS:	Should additional contact be necessary, this request who can be reached /Commercial:	Ø
Attn:	Innati (Enc. 2) 196 Special Agent Supervisor Copy forwarded to Case Agent via Fed Ex on 12/22/94. ITC SEARCHED INDEXED SERIALIZED 720 FILED 700 11 (2 8 1994 FBI - CINCINNATI	-10

. DEC-08-1994 11:25 FROM FBI HAMILTON, OH TO	
FD-809 (Rev. 3-25-93)	
INVESTIGATIVE INFORMATION REQUEST FORM FBI, Butte Information Technology Center 400 North Main Street, Room #115 Butte, Montana 59701 Commercial Telephone: ITC Use Only: BITC Record #: Date/Time In: Date/Time Out:	
▶ Commercial Telephone: ▶ FTS: FAX: ▶ Secure FAX & STU III: Ext. 26 Handled By:	/ (
TO: FBI, BUTTE INFORMATION TECHNOLOGY CENTER	
Forfeiture/Seizure Related: Type of Remost: 17 FAX 16 B-C1-6445	
Requestor: Phone # Phone #	
Fugitive:	
SEARCH CRITERIA (Attach additional sheets if necessary) Name - Last: Middle	_
Name - Last: Alias: DOB1: DOB2: / /	
SSAN1: Spouse: Spouse:	
RESIDENCE	1
Street Address: City/State: Zip Phone.	ነ
BUSINESS	L
Business Name Street Address:	
City/State Zip: Phone: Business ID#: CHECK DESIRED SEARCH PARAMETERS (Please check only those that are needed) 1. Specific Information Desired	
 2. Determine All Individuals Associated with Social Security Number(s) 3. Report Validity of Social Security Number 4. Employment Report (subject to availability) INQUIRY WILL POST TO CONSUMER'S ACCOUNT 5. Determine Who is Associated with Telephone Number(s) 6. Determine Address of Business/Person (U.S. <u>FL</u>, <u>CA</u>, <u>OH</u> State(s)) 7. Determine Property Owned by Individual (U.S. <u>ON</u>,,, State(s)) 	
₩ 8. Determine Who Owns Property Listed Above	
9. Determine Who Resides at Address Listed Above 10. Determine Financial Background Info, Financial Associates/Institutions (NOT FULL CREDIT REPORTING)	
10. Determine Financial Background title, Financial Associated with:	_
(Person/Business)	
Reply From: FBI, Butte Information Technology Center (BITC)	
SAC, CINCINNAT Attention: SA	
Based on search criteria, marked records are attached: Description Possible Identifiable Records	
☐ Other Peripheral Information	
☐ Brief Synopsis of Information Found ☐ No Information Found	

ATTOM ACCOMPLANTING COLEGE

Do not write in this FOI - CINCINNAT **BLOCK STAMP**

b6 b7C COMPLAINANT WAS ASKED IF HE WISHED TO BE IDENTIFIED AND HE ADVISED HE WOULD POSSIBLY PLACE HIS IDENTITY ON THE INFORMATION HE WOULD BE FAXING TO CINCINNATI OFFICE IN THE NEXT DAY OR TWO.

TELEPHONE INFORMATION SYSTEMS MEMBER APPLICATION

	PLEASE PRINT LEGIBLY. USE BLACKING.
	State Zip *85 or Federal ID#
.City	GIRIS
<u> </u>	Number () SS = Social Security
Refe	red by: GROUP DYNAMICS IDI
	GROUP DYNAMICS DOWNLINE PLACEMENT COORDINATOR WILL COMPLETE THIS SECTION.
m > 2	
語語	Sponsor's Name
- >	Sponsor's SS or Federal ID#Sponsor's Phone ()
5.	If am of legal age to enter into this agreement. If shall become a member of Telephone information Systems upon acceptance of this agreement. It shall become a member of Telephone information Systems upon acceptance of this agreement. Telephone information Systems may at its discretion modify the marketing plan or any other rules it deems necessary it will only use company approved literature and seak written approval for any advertising I may do. It understand that I am an independent contractor. Wiedge that I have read and agree to the terms set toth in this agreement. Telephone information Systems.
5. ackno his at	Telaphone information systems may at its discretion model for any advertising I may do. I will only use company approved literature and seak written approval for any advertising I may do. I understand that I am an independent contractor.

If you have selected to send "Check by FAX",
please tape your \$129 signed check here and FAX to (513) 932-0921.

PLEASE DO NOT MAIL THIS CHECK
AFTER YOU HAVE FAXED IT TO US.

Your check will be processed just as the you had sent it to us in the mail.
This is, perhaps, the factest, most efficient
method of payment and is used most frequently by new members.

27 31 1411

INTERPRETATION SET IN

512 404 2340

P. 81

P03

A FABULOUS OPPORTUNITY FOR NETWORK WARKETERS!

THANK YOU FOR REQUESTING THIS INCREDIBLE INFORMATION ON THE TELEPHONE INFORMATION SYSTEMS (TIS)

WORLD-WIDE LOTTERY PROGRAM

This cash accumulation system has, without exception, the exciset, most fugrative income possibilities ever devised for the average person.

This ingenious system, along with a unique Downline Development Method designed by GROUP DYNAMICS allows anyone who enrolls through GROUP DYNAMICS the chance to reach the maximum payout levels.

First, let's talk about the program, and then we will show you how to participate:

TIS & WORLD-WIDE LOTTERY

IIS is an international company that provides 800 & 800 telephone information services. TIS, in conjunction with a Japanese company and Native American Indians, will operate the World Wide Lottery. The Japanese company has pre-sold 50,000 positions for this venture.

HOW THE MARKETING PROGRAM WORKS

The TIS / World-Wide Lottery will function like any other lottery, with these MAJOR EXCEPTIONS:

- 1) This Lottery will be operated with a world-wide 900 phone number. Each call will cost \$7.00 and entitles the contestant to 5 chances to win.
- 2) All qualified participants in the marketing program will earn cash each time the Lottery is played.
- 3) Although millions of people will be contestants in the Lottery itself, a limited number of Individuals (maximum 50,000) will be allowed to enroll, as mombers in North America, and participate in the TIS / World-Wide Lottery Marketing & Compensation Program.

HOW WOULD YOU LIKE TO RECEIVE MONEY FROM THE WORLD-WIDE LOTTERY, EVEN IF YOU DON'T PLAY, OR HAVE A WINNING TICKET?

Well, each of the qualified participants in the marketing program will do just that -- they will earn money on every ticket sold, every time the WWL is played. Here's how it works:

The TIS/World-Wide Lottery system is set up in 12 separate progressive categories. As mentioned above, each entry for the WW Lottery will cost \$7.00. Out of each \$7.00 entry, \$1.50 will be set aside to be split evenly into the 12 categories. (Note: 50% is guaranteed to the Japanese investors.) Each category produces a potentially larger and larger income starting with Category One. You participate, and get paid in each category up to and including the highest category for which you qualify.

THE TIS/WORLD-WIDE LOTTERY COMPENSATION PLAN

For Illustrative Purposes Only

✓ Each 900 call costs \$7.00 to purchase 5 lottery tickets

/ If 50,000 members then .75¢ of \$1.50 available for earnings

If 6,000 members (this illustration) then .09¢ of \$1.50 available for earnings

✓ .09¢ out of \$7.00 gets equally split into 12 income pools

1.09¢ divided by 12 pools = .0075¢ per call per income pool

 $\sqrt{50,000,000}$ calls x .0075¢ = \$375,000 per income pool

✓ \$350,000 divided by the number of people in pool = weekly income for that pool.

Pool Number #1 #2 #3 #4 #5 #6 #7	Number of People In Tool 6,000 3,300 2,350 1,650 650 450	in Your Downline To Qualify For This known Red 6 12 25 50 100 200 400	Number Of People That You Referred 0 1 1 2 2 3 3	Estimated Workly Lucine \$62 \$114 \$160 \$242 \$357 \$577	Completive Weekly Income \$62 \$176 \$336 \$578 \$935 \$1,512 \$2,345	\$3,250 \$5,928 \$8,320 \$12,584 \$18,564 \$30,004 \$43,316	Annual Limine \$3,250 \$9,152 \$17,472 \$30,056 \$48,629 \$78,624 \$121,948
#B	300 -	700	3 4	\$033 \$1,259	\$2,345 \$3,59 3	\$43,316 \$6 5,000	\$121,94 \$ \$186,94 0
# 9	225	1,000	4	\$1,667	\$5,262	\$86,684	\$273,624
#10 #11	150 100	1,500 2,500	5 5	\$2,500 \$ 3,750	\$7,762 \$11,512	\$130, 0 00 \$195,000	\$403,624 \$598,624
#12	50	5,000	6	\$7,500	\$19,012	\$390,000	\$988,624

NOTE: This is only an illustration of potential income. No guarantees of income are intended as the numbers of individuals in each pool may vary from this illustration.

PHGE K

The TIS/World-Wide Lottery Compensation Plan

You qualify for eatagory	When your pownline reaches	And you have Referred
1	6	0
2 .	12	1
~ . 3	25	1
4	. 50	2
5	100	2
6	200	3
7	400	3
8	700	4
9	1000	4
: 10	1500	S
11	2500	5
12	5000	6

Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

Example: Category 1 will include all members who have 6 enrolled in their downline. Category 2 includes all individuals whose downline has grown to 12 and have referred at least 1 member.

Example: If your group has grown to 450 and you have referred at least 3 members, you participate in an equal share of the earnings in all categories from one up to (and including) category zavon. But if you have referred only 2 members, you will only qualify through category 5.

Of course there is no promise as to exactly what each individual's earnings will be. But is estimated that your minimum earnings of payout in Category One signe could be around \$60 per week. Of course if you get involved now, you will have a much larger downline group, and your earnings in the other categories could be considerably greater. It is expected that even the early pots will reach \$300,000,000 and continue to grow as word of the World-Wide Lottery gets around.

IMPORTANT! Group Dynamics Downline has developed a simple, creative and hi-powered marketing strategy designed to put you in as many payout categories as possible!

THE GROUP DYNAMICS DOWNLING METHOD IS "PEOPLE HELPING PEOPLE," AT ITS ABSOLUTE BEST!

When you join the Group Dynamics Downline, and become a part of our unique Downline Development Method, here's what happens:

- 1. Everyone enrolling through our placement coordinator will be enrolled one right under the other in the order that membership payment is received. For example, when you enroll as a member, you will be placed directly under the last person who enrolled in a totally vertical progression, regardless of who referred you. And likewise, each person that you refer is also placed directly under the last enrolles. This is NOT a matrix, but a vertical placement.
- 2. When someone ABOVE OR BELOW you refers a new person, it creates super-fast explosive growth for your entire downline. Everyone in the group benefits and you and your downline have the opportunity to achieve the maximum number of payout categories.
- 3. Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

Ramember. . . our strategy is to build total numbers of individuals not groups.

HOW TO PARTICIPATE:

The cost to enroll is \$129 per person. There are no further less or commitments except for an annual rangyal fee of \$25.

The companies involved have made every effort to insure that this venture will go forward as planned. But, due to any remote possibility of government intervention, it is impossible to absolutely guarantee that the Lottery will take place. You will, however, still participate in the earnings from the TIS phone services.

HOW TO ENROLL IN THE GROUP DYNAMICS DOWNLINE: By Phone: (613) 932-4788 (Call in your application and pay by Check-By-Phone. By Fax: (513) 932-0921 (Fax your application with completed check. Leave the sponsor information area blank. 1. Complete & sign your application. Leave the aponsor information By Mall: area blank, 2. Make your \$129 Money Order Payable to 3. Mail to: Group Dynamics Downline, -c/c 1109 Navaho Drive -- Lebanon, OH. 45036-9227 (513) 684-4771 Prospect Hotline # (512) 505-6802 Fax-On-Demand# (\$13) 932-4788 # aA-In-enori (513) 932-0921 Fax-in-Ap# (513) 723-4853 Downline Update

PAGE 07

AND NOW ... You can be a winner every week without ever buying a ticket!

Announcing: THE WORLD WIDE LOTTERY PARTNERSHIP!

It was only a matter of time before space age communications technology would make this possible ... and now it's here. The first World Wide Lottery!

Players AROUND THE WORLD will call a world wide 900 number every week to buy tickets. Each call will cost 57 which entitles the caller to five chances to win the weekly jackpot per call.

Initial weekly jackpots are conservatively estimated at \$3.50 million ... that's 50 million calls per week for startest and this could easily grow to \$ 1 billion a weekl

How Would You Like to Receive A Share Of This Weekly Revenue?

That's right! You can parn a portion from every dollar of ticket sales generated without ever buying a ticket yourself! You can do this by joining a unique group of individuals who are putting this entire program in place and position yourself to sam an incredible weekly income paid to you weekly!!

In terms for a nominal one time membership fee of \$129 and an annual renewal fee of \$25, you become a profit sharing partner in the WORLD WIDE LOTTERY. As a partner, you'll share in all ticket sales every week!

HERE'S HOW IT WORKS!

You sign up and pay your initial membership fee. The earlier you join, the better because all others who sign up after you are positioned below you thereby increasing your share of the ticket sales. The amount you can earn ranges from \$62 weekly to \$19,000+ depending upon the number of people below you and the number of people you refer into the program. To maximize your earnings, you need to refer 6 people. This places you in the top category. And that's it!

BUT THIS IS A LIMITED WINDOW OF OPPORTUNITY! A maximum of 50,000 partners will be allowed to enroll from North America and the deadline for enrollment is January 14, 1995. After that date, no more applications accepted! It's either 50,000 members or mid January, whichever comes first,

Here's the story behind this incredible program:

Lest year a 50,000 member Japanese investment group put up \$8,000 each, raising a total of \$400 million to fund and operate a new World Wide Lottery venture. They decided to headquarter the lottery administration in the USA and joint venture with an American partner who has the responsibility for setting up the communications and marketing and obtaining all the appropriate government approvals together with the completion of all the legal requirements a venture of this magnitude would reconsiste.

The American partner is Telephone Information Services (TIS), a company which is an "information provider" operating 800 and 900 information phone services. Now as I said, the new World Wide Lottery will be operated with WORLD WIDE 900 phone numbers. Players from around the world will call in and pay \$7 for each call which entitles them to 5 chances to win the jackpot. Ticket sales world wide are estimated at \$350 million PER WEEK!

Why did the Inpanese decide to set up this world wide lottery in the USA? Because all the 900 call in numbers will terminate on Native American Indian Tribal Lands which makes the administration of the whole concept legal! Gambling is legal on Indian Reservations and Tribal Lands! Everybody is happy. The Indian tribes get a share of all the profits, the US Government realizes huge tax revenues, the Japanese realize a big buck return on their investment, and the participating North American purmers (you and I) sam a healthy cash payout every week! This is like found money!

Now you might ask why does TIS need us? Because of the substantial up front legal fees incurred by the American partner, TIS convinced the Japanese investors to allow a maximum of 50,000 additional North American investors to share in the revenues from 12 pools generated by the 900 number calls for an enrollment fee. The Japanese are not releasing any funds until all negotiations are completed. TIS needs to recover these legal expenses and this creates a terrific window of opportunity for you and I!

As a partner, you'll have the opportunity to carn moves very week on every dollar that is spent on the new WORLD WIDE LOTTERY. But this opportunity will not last long so if you're interested and want to take the opportunity do. Remember, this information is timp scalitive so you need to act NOW!

	FBI	Ţ.	
TRANSMIT VIA: Teletype Facsimile AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS	
		Date 12/28/94	
TO : S	AC, CINCINNATI		
		CI-64415) (SPFD-BSO) (R	UC)
F	ORLD WIDE LOTTERY PROG BW; OO:CI)	RAM;	
explanatory from Investi	gator STO	o copies of a self- aptioned program receiven NE COUNTY SHERIFF'S OFF ranson, Missouri Sub-Of	ICE
F	or the information of	CI, on 12/20/94,	
her office o	ly contacted the BSO condvised that she had report on 12/16/94, from an undimself as for five individuals were	The caller said tha	at
investigating informoment, but could reach described as numbers of stated that	rmed the caller that she requested he provide a him at a later date. The same black male, provide and she was very busy when	te was very busy at that contact number where some caller, whom she and her with contact teles as he received this call any details concerning W	he phone and
investigatin informoment, but could reach described as numbers of stated that consequently 2-Cincinnati 2-Kansas Cit RAM:	med the caller that she requested he provide a him at a later date. The same black male, provide and she was very busy when the control of th	contact number where some caller, whom she caller, whom she called her with contact tele as he received this called any details concerning W	he phone and ORLD
investigatin informoment, but could reach described as numbers of stated that consequently 2-Cincinnati 2-Kansas Cit	med the caller that she requested he provide a him at a later date. The same black male, provide and she was very busy when the control of th	contact number where so the caller, whom she ad her with contact tele as she received this call	he phone and ORLD
investigatin informoment, but could reach described as numbers of stated that consequently 2-Cincinnati 2-Kansas Cit RAM:	med the caller that she requested he provide a him at a later date. The same black male, provide and she was very busy when the control of th	contact number where some caller, whom she caller, whom she called her with contact tele as he received this called any details concerning W	he phone and ORLD

196B-CI-64415

WIDE LOTTERY from the caller. She noted the caller did tell her that he needed the money "right away", leading her to speculate that this was some type of scam and therefore, she wanted to bring this matter to the attention of the Bureau.

b6

b7C

On 12/20/94, Investigator SCSO,
Galena, Missouri, telephonically advised the BSO that he had
been contacted earlier that date by Deputy Sheriff
ST. FRANCOIS COUNTY SHERIFF'S OFFICE, Flat River, Missouri,
telephone concerning literature he had
received concerning the WORLD WIDE LOTTERY PROGRAM. According
to Deputy a (phonetic), doing business as
INTERNATIONAL PUBLIC RELATION COMPANY, in Branson West,
Missouri, telephone # was reportedly doing some
promotional work for the WORLD WIDE LOTTERY PROGRAM. Deputy
facsimiled the aforementioned literature to Investigator
who in turn, facsimiled it to the BSO on 12/22/94, and
this information is enclosed herewith. It was noted that the
area code for the contact numbers listed in the enclosed
literature for captioned program was (513), which is covered
by the Cincinnati Division. It is further noted that neither
INTERNATIONAL PUBLIC RELATION COMPANY or are
known to Kansas City and there is no listing for a
in local telephone directories, MISSOURI DEPARTMENT OF
REVENUE records, or FOIMS.

On 12/27/94, a call was placed to telephone #(417) 338-4435, and it was determined this number is automatically answered by an answering machine. The male voice on the tape states that the caller has reached the "International Public Relations Special Press Hotline for the WORLD WIDE LOTTERY" and it directs any "faxed press inquiries and corporate credentials" to be sent to facsimile #(417) 338-8948.

A check of FOIMS for the Cincinnati Division revealed that WORLD WIDE LOTTERY PROGRAM is the subject of 196B-CI-64415, indexed 12/12/94.

The above is being provided to Cincinnati for informational purposes and since Kansas City is not aware of the full scope of Cincinnati's investigation in captioned matter, Kansas City is taking no further action in this matter.

FBI

TRANSMIT VIA: X Teletype ☐ Facsimile ☐ AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: ☐ TOP SECRET ☐ SECRET ☐ CONFIDENTIAL ☐ UNCLAS E F T O ☑ UNCLAS	
		Date 1/10/95	
FM FBI CINCINNATI (196B-CI-64415) (MR	A) (P)	
TO FBI BOSTON (BANG	OR RA)/ROUTINE/		
BT	•		
UNCLAS			
CITE: //3160:3945/	/		
SUBJECT:	АКА		b6 . b7c
PAUL M. LARSON;	DBA T	ELEPHONE INFORMATION	
SYSTEMS, INC.; GROU	P DYNAMICS DOWNLIN	E, 1109 NAVAHO DRIVE,	> .
LEBANON, OHIO; FBW;	OO: CINCINNATI.		
RETELCAL BETWE	EN SA	MIDDLETOWN RA, AND	Chesty
SA BANG	OR, MAINE RA, ON J.	ANUARY 6, 1995.	prode
TELEPHONE INFO	RMATION SYSTEMS (T	IS) IS RAISING CAPITAL TO	
ESTABLISH THE AMERI	CAN INDIAN LOTTERY	PROGRAM (AILP). TIS	
AIMS TO SELL 50,000	SHARES AT \$189.00	BY JANUARY 15, 1995.	
GROUP DOWNLINE DYNA	MICS (GDD), OPERAT	PED BY AND 1968- CP-644	15-14
1) ancentati		Starica Staring	ett große sonderette
Denceman		Scrialized AP	Lind Fall springly had P of White tides place
Approved: Le Cott	arked Original filen	ame: JMS005W.010	
Time Received:	Telprep filer		
MRI/JULIAN DATE:	993/010	ISN: <u>01</u> 2	***********
FOX DATE & TIME OF A	ACCEPTANCE: <u>230</u>	3 kili .	

^PAGE 2 CI: 196B-CI-64415 UNCLAS

PAUL LARSON, IS HANDLING THE MARKETING THROUGH AN OHIO BOILER ROOM OPERATION. THEY HAVE SOLD OVER 15,000 SHARES TO DATE.

THE AILP WILL BE AN INTERNATIONAL 900 TELEPHONE NUMBER LOTTERY IN WHICH PARTICIPANTS ARE CHARGED \$7.00 PER CALL. EACH CALL TO THE 900 NUMBER PLACES 75 CENTS IN THE TIS INVESTORS' POOL. THE RETURN FOR EACH TIS INVESTOR IS A FUNCTION OF THE NUMBER OF TIS INVESTORS, EACH INVESTOR'S POSITION IN A VERTICAL MATRIX, THE NUMBER OF SUBSEQUENT REFERRALS MADE BY EACH INVESTOR AND THE NUMBER OF CALLERS TO THE AILP 900 NUMBER.

TIS CLAIMS TO BE A MARKETER OF 800/900 TE	LEPHONE
SERVICES TIS' CHIEF CORPORATION	OFFICER, HAS AN
ADDRESS OF	
TELEPHONE	THIS ADDRESS
IS A PRIVATE MAILBOX RENTAL FACILITY.	IS ALSO
INVOLVED; HER TELEPHONE NUMBER IS	AND
FAX NUMBER	

ACCORDING TO THE GDD TELEPHONE HOTLINE, TIS HAS
CONTRACTED WITH THE HOULTON BAND OF THE MALISEET TRIBE,
HOULTON, MAINE, TELEPHONE 207/532-4273 AND 207/532-2660, TO

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^PAGE 3 CI: 196B-CI-64415 UNCLAS			
SPONSOR TIS' APPLICATION UNDER MAINE'S STATE TRIBAL COMPACT			
(STC) AND BEFORE THE NATIONAL INDIAN GAMING COMMISSION (NIGC).			
THE LEADER OF THE HOULTON BAND IS WHO HAS			
PROVIDED CONFLICTING REPORTS TO OFFICIALS OF THE MAINE STATE			
POLICE (MSP) AND TO THE NIGC. ACCORDING TO MSP,			
TELEPHONE SAID THE			
HOULTON BAND HAD JUST ONE BRIEF CONTACT WITH A TIS			
REPRESENTATIVE IN EARLY DECEMBER, 1994; NO NEGOTIATIONS WERE			
PROCEEDING.			
ACCORDING TO AN NIGC OFFICIAL IN WASHINGTON, D.C., THE			
NIGC HAS NO JURISDICTION OVER MAINE'S INDIAN TRIBES. ANY			
GAMBLING APPLICATIONS FILED BY THEM WOULD BE TO THE MAINE			
ATTORNEY GENERAL'S OFFICE UNDER THE STC. IF THE HOULTON BAND			
DID MAKE AN APPLICATION TO THE NIGC, BACKGROUND CHECKS WOULD			
TAKE APPROXIMATELY ONE YEAR BEFORE APPROVAL. THE NIGC DOES			
NOT THINK THE MAINE ATTORNEY GENERAL'S OFFICE COULD APPROVE			
ONE IN TIME FOR THEIR FIRST LOTTERY, WHICH IS TENTATIVELY			
SCHEDULED FOR MARCH 15, 1995.			
THE GDD INFORMATION LINE IDENTIFIED TIS' LEAD NEGOTIATOR			
AS OF TELEPHONE			

^PAGE 4 CI: 196B-CI-64415	UNCLAS
TIS' ATTORNEY IS BELIEVED TO	O BE OF
TELEPHONE	FAX
OF	TELEPHONE
DESCRIBED AS A GAMBLING EXP	ERT EMPLOYED BY TIS.
THERE HAS NOT BEEN ANY	ADVERTISING FOR THE AILP AS YET.
THE GDD HOTLINE, TIS HAS EN	GAGED INTERNATIONAL PUBLIC
RELATIONS, BRANSONWEST, MIS	SOURI, TELEPHONE 417/338-4435, TO
PUBLICIZE THE 900 TELEPHONE	LOTTERY.
LEADS.	
BOSTON DIVISION, AT BA	NGOR, MAINE, RA:
1. CONTACT OFFICIAL A	T MAINE ATTORNEY GENERAL'S OFFICE
TO DETERMINE IF THE HOULTON	BAND OF THE MALISEET TRIBE, OR ANY
OTHER MAINE INDIAN TRIBE, H	AS FILED AN APPLICATION TO SPONSOR
THE AILP VIA A 900 TELEPHON	E LINE WHICH WOULD BE OPERATED BY
TIS. DETERMINE IF MAINE CO	ULD APPROVE SUCH AN APPLICATION AND
THE TIME FRAME FOR APPROVAL	FOLLOWING RECEIPT OF THE
APPLICATION.	
2. CONTACT MSP	TELEPHONE
REGARDING HIS	INTERVIEW WITH CHIEF
REGARDING THE HOUL	TON'S SPONSORSHIP OF THE AILP.

b6 b7С ^PAGE 5 CI: 196B-CI-64415 UNCLAS

3. INTERVIEW CHIEF HOULTON BAND OF THE MALISEET TRIBE, HOULTON, MAINE, TELEPHONE 207/532-4273 AND 207/532-2660, REGARDING THEIR CONTACTS WITH TIS REPRESENTATIVES AND THE STATUS OF THEIR SPONSORSHIP OF THE AILP.

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^PAGE 4 CI: 196B-CI-64415 UNCLAS
TIS' ATTORNEY IS BELIEVED TO BE OF
TELEPHONE FAX
OF TELEPHONE IS
DESCRIBED AS A GAMBLING EXPERT EMPLOYED BY TIS.
THERE HAS NOT BEEN ANY ADVERTISING FOR THE AILP AS YET.
THE GDD HOTLINE, TIS HAVE ENGAGED INTERNATIONAL PUBLIC
RELATIONS, BRANSONWEST, MISSOURI, TELEPHONE 417/338-4435, TO
PUBLICIZE THE 900 TELEPHONE LOTTERY.
LEADS.
BOSTON DIVISION, BANGOR, MAINE, RA:
1. CONTACT OFFICIAL AT MAINE ATTORNEY GENERAL'S OFFICE
TO DETERMINE IF THE HOULTON BAND OF THE MALISEET TRIBE, OR ANY
OTHER MAINE INDIAN TRIBE, HAS FILED AN APPLICATION TO SPONSOR
THE AILP VIA A 900 TELEPHONE LINE WHICH WOULD BE OPERATED BY
TIS. DETERMINE IF MAINE COULD APPROVE SUCH AN APPLICATION AND
THE TIME FRAME FOR APPROVAL FOLLOWING RECEIPT OF THE
APPLICATION.
2. CONTACT MSP TELEPHONE
REGARDING HIS INTERVIEW WITH CHIEF
REGARDING THE HOULTON'S SPONSOPSHIP OF THE ALLP.

Memorandum



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	To :	SAC, CINCINNATI (196B-CI-64415) (P) Date 1/13/95
	From :	
	Subject:	GROUP DYNAMICS DOWNLINE
LA INDICES NEGATIVE	-00	This writer received a complaint call from
	that he r friend.	lephone at about 11:45 A.M. He stated eceived information about above captioned subject from a The caller said he had contacted the Better Business a was told that it's records were negative. The caller

then inquired about whether or not the F.B.I. knew of anything

negative about Group Dynamics. This writer neither confirmed nor denied any F.B.I. knowledge but suggested that if the caller had any reservations about captioned subject's business legitimacy,

Same of the same o

LAP: lap

(2)

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anymented indicies ____

the caller should avoid involvement.

JAN 17 1995

FBI - CINCINNATI



A FABULOUS OPPORTUNITY FOR NETWORK MARKETERS!

THANK YOU FOR REQUESTING THIS INCREDIBLE INFORMATION ON THE

AMERICAN INDIAN LOTTERY PROGRAM

This cash accumulation system has, without exception, the easiest, most lucrative income possibilities ever devised for the average person.

This ingenious system, along with a unique **Downline Structure** designed by **GROUP DYNAMICS** allows <u>anyone</u> who enrolls through **GROUP DYNAMICS** the chance to reach the <u>maximum payout levels</u>.

First, let's talk about the program, and then we will show you how to participate:

TIS & AMERICAN INDIAN LOTTERY

Native American Indians, in conjunction with a Telephone Information Systems, an international company, will operate the American Indian Lotteryon their reservation. Telephone Information Systems (TIS) provides 800 and 900 telephone information services.

HOW THE MARKETING PROGRAM WORKS

The American Indian Lottery will function like any other lottery, with these MAJOR EXCEPTIONS:

- 1) This Lottery will be operated with a 900 phone number. Each call will cost \$7.00 and entitles the contestant to 5 chances to win.
- 2) Although millions of people will be contestants in the Lottery itself, a limited number of individuals (maximum 50,000) will be allowed to enroll, as members in North America, and qualify to participate in the TIS / American Indian Lottery Marketing & Compensation Program. All qualified participants in the marketing program will earn cash each time the Lottery is played.

HOW WOULD YOU LIKE TO RECEIVE MONEY FROM THE AMERICAN INDIAN LOTTERY, EVEN IF YOU DON'T PLAY, OR HAVE A WINNING TICKET?

Well, each of the qualified participants in the marketing program will do just that -- they will earn money on every ticket sold, every time the American Indian Lottery is played. Here's how it works:

The American Indian Lottery system is set up in 12 separate progressive categories. As mentioned above, each entry for the American Indian Lottery will cost \$7.00. Out of each \$7.00 entry, \$.75 will be set aside to be split evenly into the 12 categories. You participate, and get paid in each category up to and including the highest category for which you qualify.

The TIS/American Indian Lottery Compensation Plan

You qualify for category	When your Downline reaches		And you have Referred	
1	•	6		0
2		12		1 TOTAL
3	•	26		2 TOTAL
4		50		3 TOTAL
5		100		4 TOTAL
6	See Note On	200	See Note On	5 TOTAL
7	Ceompensation	400	Ceompensation Plan Sheet	6 TOTAL
- 8	Plan Sheet	700 :	Plan Sheet	7 TOTAL
9		1000		8 TOTAL
10		1500		9 TOTAL
11		2500		10 TOTAL
12		5000		11 TOTAL

Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

Example: Category 1 will include all members who have 6 enrolled in their downline. (Group Dynamics will ensure you have six in you downline because of our unique vertical structure.) Category 2 includes all individuals whose downline has grown to 12 and have referred at least 1 member.

Example: If your group has grown to 450 and you have referred at least 6 members, you participate in an equal share of the earnings in all categories from one up to (and including) category seven. But if you have referred only 2 members, you will only qualify through category 3.

Of course there is no promise as to exactly what each individual's earnings will be. But is estimated that <u>your minimum earnings of payout in Category One alone could be around \$60 per week</u>. Of course if you get involved now, you will have a much larger downline group, and your earnings in the other categories could be considerably greater. It is expected that even the early pots will reach \$300,000,000 and continue to grow as word of the American Indian Lottery gets around.

The deadline to join TIS and be eligible to participate in the American Indian Venture Lottery is January 14, 1995. So the sooner you begin, the better chance you have to participate in the higher categories.

THE GROUP DYNAMICS DOWNLINE METHOD IS "PEOPLE HELPING PEOPLE," AT ITS ABSOLUTE BEST!

When you join the *Group Dynamics Downline*, and become a part of our unique Downline Development Method, here's what happens:

- 1. Everyone enrolling through our placement coordinator will be enrolled one right under the other in the order that membership payment is received. For example, when you enroll as a member, you will be placed directly under the last person who enrolled in a totally vertical progression, regardless of who referred you. And likewise, each person that you refer is also placed directly under the last enrollee. This is NOT a matrix, but a vertical placement. Everyone in the group benefits and you and your downline have the opportunity to achieve the maximum number of payout categories.
- 2. Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

HOW TO PARTICIPATE:

The cost to enroll is \$189 per person. There are no further fees or commitments except for an annual renewal fee of \$25.

The companies involved have made every effort to insure that this venture will go forward as planned. However, there are still negotiations which must be completed before the Lottery venture is absolute. You will, however, still participate in the earnings from the TIS phone services.

HOW TO ENROLL IN THE GROUP DYNAMICS DOWNLINE:

PREFERRED METHOD:

By Fax: (513) 932-8049 (Fax your application with completed check. Leave the sponsor information area blank. Your I.D. # will be mailed immediately to you.)

OPTIONAL METHODS:

By Phone: (513) 932-6696 (Call in your application and pay by Check-By-Phone between the hours of 9AM and 2AM eastern time ONLY.)

By Mail: 1. Complete & sign your application. Leave the sponsor information area blank.

2. Make your \$189 Money Order Payable to: Group Dynamics Downline

3. Mail to: Group Dynamics Downline, --c/o 1109 Navaho Drive -- Lebanon, OH. 45036-9227

Presentation Line (5 min.)	(513) 684-4771
Questions?	(317) 966-4738
Fax-On-Demand #1 (Info Pak & Ap)	(512) 505-6802
Fax-On-Demand #2 (Ads, Flyers)	(512) 505-6821
Fax-In-Application (24 Hours)	(513) 932-8049
Phone-In-Application (9AM - 2AM)	(513) 932-6698
Downline Update (Latest Info)	(513) 723-4853

National Conference calls 7 nights a week at 10:00 p.m. Eastern & Sat. at 1:00 p.m. Eastern 1-215-582-7400 Tone 1125 Tone 405 (excent Tuesday) Tone 1131 Tone 415

TELEPHONE INFORMATION SYSTEMS

MEMBER APPLICATION

		YOUR GROUP ID#
	PLEASE PRINT LEGIBI	LY, USE BLACKINK
Name		SS or Federal ID#
Address		
City	′. State	Zip or Postal Code
Phone Number		Fax
REFERRED BY:		REFERRER'S GROUP DYNAMICS ID#
3. Telephone Information S 4. I will only use company a 5. I understand that I am an I acknowledge that I have read	er of Telephone Information Sys ystems may at its discretion mo approved literature and seek wri	
X Signature	-	Date
		NT COORDINATOR WILL COMPLETE THIS SECTION.
GROUP DYN Consor's Name Sponsor's SS or Federal		
Sponsor's SS or Federal	ID#	Sponsor's Phone ()
	METHO	D OF PAYMENT (Check one)
We Accept Checks	Check by Fax AVAILA	ABLE 24 HOURS (Follow Directions Below)
Over The Telephone	Check by Phone Call	1-513-932-6696 and give your check information honing in your membership BETWEEN 3 - 9 PM ONLY.
	Make Check or Money C	Order payable to GROUP DYNAMICS DOWNLINE.

"Check by FAX"

Tape your \$189 signed check here and FAX to (513) 932-8049.

PLEASE DO NOT MAIL THIS CHECK AFTER YOU HAVE FAXED IT TO US.

Your check will be processed as if you had sent it to us in the mail.

This is the fastest, most efficient method of payment and is the one to use for IMMEDIATE PROCESSING.

TIS/AMERICAN INDIAN LOTTERY COMPENSATION PLAN

FOR ILLUSTRATIVE PURPOSES ONLY

Each 900 call costs \$7.00 to purchase 5 lottery tickets
If 50,000 members then \$.75 available for earnings
If 24,000 members (this illustration) then \$.36 available for earnings
\$.36 gets split equally into 12 income pools
\$.36 divided by 12 pools = \$.03 per call per income pool
If 50,000,000 calls x \$.03 = \$1,500,000 per income pool

\$1,500,000 divided by the number of people in pool = weekly income for that pool.

Pool Number	Number of People In Pool	Number Required In Your Downline To Qualify For This Income Pool	Number Of Personal Referrals Required	Estimated Weekly Income Per Pool	Cumulative Weckly Income	Estimated Annual Income	Cumulative Annual Income
#1	*24,000	6	0 - Total	\$62	\$62	\$3,250	\$3,250
#2	*12,000	12	1 - Total	\$114	\$176	\$5,928	\$9,178
#3	*9,400	25	2 - Total	\$160	\$336 -	\$8,320	\$17,498
#4	*6,200	50	3 - Total	\$242	\$578	\$12,584	\$30,082
#5	*4,200	100	4- Total	\$357	\$935	\$18,564	\$48,646
#6	*2,600	200	5 - Total	\$577	\$1,512	\$30,004	\$78,650
#7	*1,800	400	6 - Total	\$833	\$2,345	\$43,316	\$121,96
. ". #8	*1,200	700	7 - Total	\$1,250	\$3,595	\$65,000	\$186,966
#9	*900	1,000	8 - Total	\$1,667	\$5,262	\$86,684	\$273,650
#10	*600	1,500	9 - Total	\$2,500	\$7,762	\$130,000	\$403,650
#11	*400	2,500	10 - Total	\$3,750	\$11,512	\$195,000	\$598,650
#12	*200	5,000	11 - Total	\$7,500	\$19,012	\$390,000	\$988,650

*NOTE: This is only an illustration. The numbers of individuals in each pool may vary from this illustration. No guarantees of income are intended. The numbers used are simply to show the mechanics of how the program works. They are not to be interpreted as guaranteeing that you, or anyone else will earn the sums indicated. Not everyone will have eleven referrals. Some will have more, some will have less, depending upon time and effort spent on building the business.

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	FBI		
TRANSMIT VIA: ☐ Teletype ☐ Facsimile ☒ AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS	bб b7С
		Date 1/17/95	1
TO : SAC,	ALBANY		
FROM : SAC,	CINCINNATI (196B-C	I-64415) (P) (MRA)	
_SUBJECT :	aka		
PAUL M	I. LARSON;		
GROUP 1109 N	dba ONE INFORMATION SY DYNAMICS DOWNLINE, Javaho Drive, on, Ohio;	· ·	0.01
00: 0	Cincinnati.		(2,3)
Reference 1/10/95.	ce Cincinnati telet	type to Boston, dated	
copy each of a f INFORMATION SYST PROGRAM (AILP). TIS' facsimile.	ive page facsimile EMS, INC. (TIS) AM Enclosed for Indi	on and Jacksonville are of advertising TELEPHONE ERICAN INDIAN LOTTERY anapolis are three copies as City, Louisville and IS facsimile.	
GROUP DO and PAUL LA	DWNLINE DYNAMICS (GRSON, is marketing	TIS' through an Ohio boi	
3- Albany (Enc.1 3- Boston (Infor 3- Indianapolis 3- Jacksonville	mation copy) (Enc. (Enc.3)		415-11
3- Kansas City (3- Louisville (E	Enc. 2)	bearched A	Manager 1
3- Tampa (Enc.2) 2- Cincinnati	110. 2)	Indexed	
REH: reh		di commence de la com	
//			
Approved:	Transmitted	Per	
white acts (- ransmitted	rer	

(Number)

(Time)

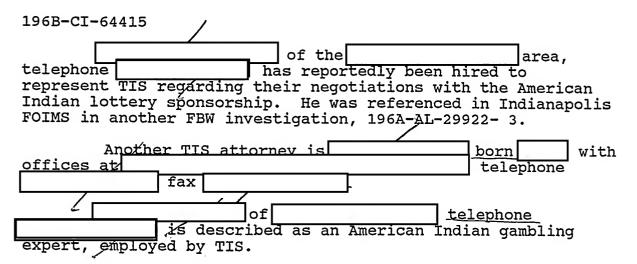
196B-CI-64415

room operation. TIS is raising capital to establish the AILP, a nationwide telephone lottery. TIS has sold over 20,000 shares at \$189.

The AILP will be an international 900 telephone lottery in which participants are charged \$7.00 per call. Each call to the 900 number places \$.75 in the TIS investor's pool. The return for each TIS investor is a function of the number of TIS investors, each investor's position in a "vertical matrix," the number of subsequent referrals made by each investor and the number of callers to the AILP 900 number.

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TIS claims to be a marketer of 800	0/900 telephone
	f corporate officer,
has an address of	,
telephone	
(This address is a private mail box rental	facility. The box
was rented by dob	SSAN
residing at	Persons authorized
to enter this box are	and
According to the Florida Office of Comptro	ller, Department of
Banking and Finance, Division of Securitie	s, the Lakeland
address is also the mailing address of PLE	ASURE TIME, INC.,
business of	
incorporated 4/25/	
reported to operate PLEASURE TIME as a 900	
An attorney,	
	is also
involved; she has a Florida telephone numb	er,
and two Kentucky numbers -	(fax) and
(phone). has been admit	ted to the Kentucky
Bar Association and claims to be admitted	in Indiana also.
According to the GDD telephone hot	tline, (513)723-4853
TIS has contracted with the HOULTON BAND o	
TRIBE, Houlton, Maine, telephone (207)532-	
2660, to sponsor TIS' application under Ma	ine's State Mribal
Compact (STC) and before the National Indi	an Camina Commission
(NIGC). The leader of the HOULTON BAND is	
has provided conflicting reports to offici	
State Police (MSP) and to the NIGC. Accord	
	BAND had just one
brief contact a TIS representative in earl	
negotiations were proceeding. According to	y December 1994; NO
	CIN DAINU WAS
negotiating with TIS to sponsor the AILP.	



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The nationwide AILP is scheduled to commence between March and May 1995. There has not been any advertising for the AILP as yet. According to the GDD Hotline, TIS has engaged INTERNATIONAL PUBLIC RELATIONS, Branson West, Missouri, telephone (417)238-4435, to publicize the 900 telephone lottery. The legality of advertising a nationwide lottery is questionable. Most states claim a monopoly on lottery activity in their territory; therefore, it is not only illegal to operate a competitor, but also to advertise in their territory.

According to Assistant United States Attorney

Cincinnati, Ohio, the captioned investigation is possible a securities fraud, but the Bureau has to prove that either TIS or GDD has made fraudulent representations. A fraud might not be established until mid-1995 passes without the establishment of the promised AILP. Investors are warned that their return on investment is contingent on the successful establishment of the a profitable AILP.

Is there a fraud if TIS makes significant, but futile efforts to establish the AILP? The HOULTON BAND of the MALISEET TRIBE has been approached by TIS; but has a contract been negotiated in good faith? If one is signed, has the HOULTON BAND applied to the Maine legislature to sponsor a 900 number telephone based lottery? Are American Indian tribes permitted to operate nationwide telephone lottery? In reading the enclosed literature, 50 million participants at \$7.00 per week are required to assure a Tier 1 investor a \$62/week return. Is such a level of participation so unlikely as to constitute a fraudulent statement? Is it technologically impossible for telephone service to be upgraded in little Houlton, Maine, to handle 50 million calls per week? Ohio and many other states claim a monopoly on running a lottery in their own territory; therefore, is it illegal to advertise a nationwide lottery in these states?

196B-CI-64415

or

<u>LEADS:</u>
ALBANY DIVISION: At Albany, New York - 1.) Contact New York Attorney General's Office to
determine the legality of advertising a nationwide lottery run via a 900 telephone service from a Maine Indian reservation. 2.) Contact
telephone identified as an American Indian gambling expert, to establish his/her business relationship with TIS.
INDIANAPOLIS DIVISION: At Indianapolis, Indiana -
1.) Contact Indiana Attorney General's Office to
determine the legality of advertising a nationwide lottery run
Via a 900 telephone service from a Maine Indian reservation.
2.) Contact Indiana Secretary of State's Office to
determine if either TELEPHONE INFORMATION SYSTEMS, INC. or PLEASURE TIME, INC., is registered.
3.) Contact Indiana Bar Association to verify that
with office located at
is licensed to practice in
Indiana.
At Dringston Indiana
At Princeton, Indiana - 4.)Interview TIS attorney with
offices at telephone
fax regarding his involvement in
TIS and the AILP.
At Richmond, Indiana -
5.) Interview telephone
regarding his business relationship with GDD
operated by PAUL M. LARSON and and TIS operated
by
TACUCOMUTI I P. DTUTCTON.
JACKSONVILLE DIVISION: At Tallahassee, Florida -
1.) Contact Florida Attorney General's Office to
determine the legality of advertising a nationwide lottery run
via a 900 telephone service from a Maine Indian reservation.
2.) Contact Florida Secretary of State's Office to
determine if either TELEPHONE INFORMATION SYSTEMS, INC. or PLEASURE TIME, INC., is registered. Identify all businesses
with an address of 4265 US Highway 98 North - Suite 152,
Lakeland. Florida. Identify all businesses run by

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196B-CI-64415
At Branson West, Missouri - 1.)Contact principal officer at INTERNATIONAL PUBLIC RELATIONS, Branson West, Missouri, telephone (417)338- 4435. This public relations firm is reported to have been hired to publicize the AILP. Determine its business relationship with or other TIS officials. Determine what sort of nationwide publicity campaign is planned and how it will be funded.
At Jefferson City, Missouri - 1.)Contact Missouri Attorney General's Office to determine the legality of advertising a nationwide lottery run via a 900 telephone service from a Maine Indian reservation. 2.)Contact Missouri Secretary of State's Office to determine if INTERNATIONAL PUBLIC RELATIONS, Branson West, Missouri, is registered.
LOUISVILLE DIVISION: At Frankfort, Kentucky - 1.)Contact Kentucky Attorney General's Office to determine the legality of advertising a nationwide lottery rur via a 900 telephone service from a Maine Indian reservation. 2.)Contact Kentucky Secretary of State's Office to determine if either TELEPHONE INFORMATION SYSTEMS, INC. or PLEASURE TIME, INC., is registered. Identify all businesses run by or
At Louisville. Kentucky - 3.) Contact an attorney with offices at (fax) and (phone), regarding her involvement with GDD, which is operated by PAUL M. LARSON; TELEPHONE INFORMATION SYSTEMS and PLEASURE TIME. TAMPA DIVISION: At Lakeland, Florida - 1.) Verify TIS' rental of mail box located at 4265 US Highway 98 North - Suite 152, Lakeland, Florida. If possible, identify all individuals with access to it and other
businesses (i.e. PLEASURE TIME, INC.) using it. 2.) Through local telephone company determine
and and
3.) Identify and interview of at telephone numbers and regarding

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4.) Identify and interview TIS attorney at telephone number

the operation of TIS' AILP.

At Orlando, Florida 5.) Identify and interview

for PLEASURE TIME, INC., 4915 Carder Road, Orlando,
Florida, which shares the same Lakeland mailing address as
TIS. (Prior to TIS, is reported to have established PLEASURE TIME, a 900 telephone number sex line.)

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U.S. Department of Justice



Federal Bureau of Investigation

The second secon	
In Reply, Please Refer to File No.	550 Main Street, Room 9023 Cincinnati, Ohio 45202 January 18, 1995
	b2 b3
Dear	- . ხ7c . ხ7E
opened an investigation SA M.	and to advise you we have n. This matter is being assigned to iddletown Resident Agency of the Federal n, Cincinnati Division, telephone
If you have a contact either SA at telephone	any further questions please feel free to or Supervisory Special Agent
	Sincerely yours,
	THEODORE JACKSON b6 Special Agent in Charge b7c
•	Supervisory Special Agent
1 - Addressee 1 - Honorable Edmund A United States Atto	. Sargus, Jr.
Cincinnati, Ohio 1 - Federal Deposit In 30 South Wacker Dr	
Chicago, Illinois 1 - Office of Comptrol Central District One Financial Plac	ler of the Currency e, Suite 2700 Serialized RD
440 South LaSalle Chicago, Illinois Attn: District Co	60605 Film (20)
2 - Cincinnati (196B-C	I-64415) SSB/csf (6)

by SA

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FEDERAL BUREAU OF INVESTIGATION

2 12 2 10		Date of transcription
1/13/9	15	
Ohio,	viewed outside his residen <u>telepho</u> ne 932-4788, by SA Lebanon Division dentities of the interview	dob 5/10/49, SSAN 302-46-3448, was ace, 1109 Navaho Drive, Lebanon. and and of Police. LARSON was advised of ers and the purpose of the
conductory on the bear INDIAN	ne interview proceed indoo cted in his driveway. Ini e activities of GROUP DYNA ehalf of TELEPHONE INFORMA N LOTTERY PROGRAM (AILP), AM (WWLP). He referred al	de his residence. He refused to brs, but insisted that it be tially, LARSON refused to comment MICS DOWNLINE (GDD) operating on TION SYSTEMS' (TIS) AMERICAN formerly the WORLD WIDE LOTTERY a questions to their lawyer, in Louisville, Kentucky. LARSON
said t		
attendent of the Office of the	N volunteered some informa In an August 1994 edition placed an advertisement set tunity. They were telephotibutor named arketing opportunity, TIS, none services. TIS is openes experience operating PL and a psychic hotline. In person; all their conton LARSON insisted GDD and a meeting scheduled for the Attorney General's Officey, will their in Ohio of TIS' investigation in Ohio Ohio Ohio Ohio Ohio Ohio Ohio Ohio	earching for a marketing onically contacted by a Florida who introduced them to the which markets 800 and 900 erated in Florida by EASURE TIME LINE, a sports betting Neither LARSON nor have met eacts have been telephonic. and TIS are legitimate. They will 1/27/95 in Columbus, Ohio, with fice. LARSON, and their be present to defend GDD's etment opportunity to capitalize a colottery operated upon the Maine
Investigation on	1/12/95 at Lebanon,	Ohio File # 196B-CI-64415 -24

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

Date dictated 1/13/95

Continuation of FD-302 of SA

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Page

1/12/95

, On

LARSON insisted that GDD is not selling shares in a pyramid scheme. He defined a pyramid scheme as an investment mechanism whereby early investors are compensated by funds received from late joiners. Not one individual investing in TIS through GDD has been compensated whatsoever; no one will receive

any compensation until the ATLP is a profitable reality.

LARSON has been telephonically advised by TIS that a contract with the HOULTON BAND of the MALISEET TRIBE, Houlton, Maine, has been concluded to sponsor the AILP. An application is being prepared for submission to Maine state authorities to operate a telephonic lottery on tribal lands.

LARSON advised that in late December the lottery changed its name from the WWLP to the AILP. Their advertising literature, available by facsimile, no longer mentions participation of unnamed Japanese investors who were also to receive \$.75 of each \$7.00 telephone call to a 900 number at the Maine indian reservation. LARSON said the response of American investors has been so positive that participation by Japanese investors was not required. He said that the Japanese were to participate only if TIS could not find enough American investors.

He also confirmed that the number of referrals required to reach Tier 12 had increased to 12 in the AILP from 6 in the WWLP. LARSON said people who enrolled in the WWLP before the late-December 1994 price increase from \$129 to \$189 would be "grandfathered"; the rules did not change regarding the terms of their enrollment. The early investors took an extra risk which is being rewarded.

He identified	as another TIS attorney.			
who lives near	is an individual			
who first invested in TIS through GDI	and later became an			
employee. LARSON met once who				
hired to answer inquires	from investors concerning			
progress with the negotiations with t	the HOULTONs and the status			
of the state tribal compact.				
He sai <u>d the residence at</u>	is			
jointly owned by	and a friend,			

FD-302a (Rev. 11-15-83)

196B-CI-64415

Continuation of FD-302 of SA , on 1/12/95 , Page 3 b6

The following description of LARSON was obtained through interview and observation:

NAME: PAUL MICHAEL LARSON

DOB: 5/10/49

SSAN: 302-46-3448

SEX: Male RACE: White HT: 6'1"

WT: 220 pounds Build: Stocky

Build: Stocky
HAIR: Blonde, graying and thinning

EYES: Hazel

RESIDENCE: 1109 Navaho Drive, Lebanon, Ohio

TELEPHONE: 932-4788

Memorandum



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	/
То :	SAC, CINCINNATI (196B-CI-64415) ATTN: SA Date 1/18/95
From :	BUTTE INFORMATION TECHNOLOGY CENTER (ITC) - INVESTIGATIVE INFORMATION SERVICES CENTER (IISC)
Subject:	BITC RECORD
accomp e IISC ease ma	Attached are copies of printouts setting forth results ies conducted by the IISC. Also attached is a copy of lishment/reply form. It is requested that you record accomplishments on this form and return it to the IISC. intain an additional copy with the computer printouts a in your case file.
quiries	Set forth below is a brief synopsis of results of
tronet	Attached for your information are the results from conducted through databases TRW, Trans Union, Equifax, and Prentice Hall. Last activity for social security security social security security social security security social security



2 - CINCINNATI (Enc. 2)

Attn: 196 Special Agent Supervisor

/Commercial:

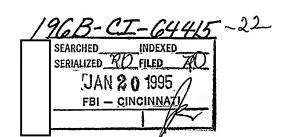
Note: Copy forwarded to Case Agent via FEDEX on 1/18/95.

Should additional contact be necessary, this request was processed by IISC Analyst who can be reached at

1 - Butte ITC

LMH

FTS:



JAN-13-1995 15:58 FROM FBI HAMILTON, OH TU	P.Ul b2		
FD-809 (Rev. 3-26-98)	b6 b7C		
FBI, Butte Information Technology Center 400 North Main Street, Room #115 Butte, Montana 59701 Date/Time Out: 1/18 Date 1. 1/2	8ITC Record # / 3.05 am pm		
Date: 1 3 95 Forfeiture/Seizure Related: Type of Request: FAX Telest Mail References: FAX # UC Requestor FAX # FAX # UC Office/RA: CREquestor Name is Required) Precedence: FAX # Precedence	The HCEN (File #) is Pequiped)		
Fugitive: CCH Conducted: Driver's Lic. Conducted: Driver's License #: SEARCH CRITERIA (Attach additional sheets if necessary)			
Name - Last: First:	Middle:		
Alias:	DOB2:/		
SSAN2: Spouse:			
RESIDENCE			
Street Address: City/State Zip:	Phone:		
BUSINESS			
Business Name: Street Address:			
7in Phone:	Business ID#:		
CHECK DESIRED SEARCH PARAMETERS (Please check only those that are	Accus,		
☐ 1. Specific Information Desired			
 ✓ 2. Determine All Individuals Associated with Social Security Number(s) ✓ 3. Report Validity of Social Security Number ☐ 4. Employment Report (subject to availability) INQUIRY WILL POST TO CONSUMER'S ACCOUNT ☐ 5. Determine Who is Associated with Telephone Number(s) 			
☐ 6. Determine Address of Business/Person (U.S,,, State(s)) ☐ 7. Determine Property Owned by Individual (U.S,,, State(s)) ☐ 8. Determine Who Owns Property Listed Above)		
図9. Determine Who Resides at Address Listed Above 10. Determine Financial Background Info, Financial Associates/Institutions (NO)	FULL CREDIT REPORTING		
11. Determine Corporate Business Info/Institutions Associated with:	(Person/Business)		
Reply From: FBI, Butte Information Technology Center	(BITC)		
Return Reply To: SAC, CINCINNATI Middle town RA Attention: JA Based on search criteria, marked records are attached:			
Possible Identifiable Records Clear Peripheral Information			
☐ Brief Synopsis of Information Found ☐ No Information Found			

INVESTIGATIVE INFORMATION SERVICES REPLY FORM

In order to help us better serve your investigative needs, please complete the following and return to:

FBI, Butte Information Technology Center 400 North Main Street, Room #115 Butte, Montana 59701

BUTTE ITC RECORD #: 64453 UCFN: 196B-CI-64415 ANALYST:
Was the information provided helpful to your investigation? YES NO
If NO, please let us know how we could be more helpful to your investigation:
ACCOMPLISHMENT(S) resulting from information:
PERSON(S): (Enter total number applicable to each of the following)
FBI Fugitive(s) Arrested: FBI Local Date
(Forward photo of Fugitive arrested with this Reply form)
Local Fugitive(s) Arrested: FBI Local Date
(Forward photo of Fugitive arrested with this Reply form)
Subject(s) Arrested Located Identified
(Forward photo of Subject arrested with this Reply form)
Witness(es) Located Identified
New Witness(es) Located Identified
BUSINESS(ES): (Enter total number applicable to each of the following)
New Business(es) Identified
New Business Associates/Associations Identified
Financial Audit Trail(s) Enhanced
ASSET(S): (Enter total number applicable to each of the following)
(TYPES: $C = CASH$ $R = REAL$ PROPERTY $P = PERSONAL$ PROPERTY)
Asset(s) · 🗆 Located 🗀 Identified [VALUE: TYPE:]
Asset(s) Subject to Seizure/Forfeiture [VALUE: TYPE:]
Potential Economic Loss Prevented [VALUE: TYPE:]
OTHER: (Enter total number applicable to each of the following)
New Case(s) Initiated
New Lead(s) Generated
COMMENTS:

^{1 -} Case File

^{1 -} BITC

Facsimile Cover Sheet

To: Company: Phone: Fax:	FEDERA	STIGATOR AL BUREAU OF IGATIONS		b6 b7C
From: Company: Phone: Fax:				ъ6 ъ7с
Date: Pages including this cover page:	01/05/95 7	5		(REH
Comments: DEAR INVI	ESTIGAT	OR		
does have me concerned. The add TODAY newspaper with the teleph and have told that this would be a work indian tribe of Houlton, Maine. After the tribal chief of the Maliseet tribe (Telephone Information System) for told me that the Maliseet tribe was	d appeared in none of a ne in turn FAX d wide lottery or further inve- in Houlton, in or providing 1 trying to get	XED me the information that y conducted by the Houlton I estigation I got in contact with Maine. He knew nothing of a 1-900 service for the so calle permission to start a lottery,	ition of the USA I spoke with I have FAXED to you. Band of the Maliseet n ny contract with TIS d purposed lottery. He but certainly not a]
world wide lottery as is promoted to although they were trying to get a long way off. He said that in order such as being approved by the Gawith you earlier this morning, I hav Maine State Police and gentlemen were very interested in FAX on demand at	ottery sanction of the lotter	ioned by the state of Maine, tery authorized, it had to passission, and the Dept. of the I alls from Maine Code Enforcement o	the finalization was a strough many steps nterior. Since I spoke of the ffice. Both of these ble, you can call for a t me at	
Sincerely			SEARCHEDSERIALIZED_TOO	
	,		JAN 2	5 1995 NCINNATO
\r.a			90:21 56, 9	30 NOI

A FAEULOUS OFFICIALIST SEOR NETWORKNIKETERS.

THANK YOU FOR REQUESTING THIS INCREDIBLE INFORMATION ON THE

AMERICAN INDIAN LOTTERY PROGRAM

This cash accumulation system has, without exception, the easiest, most lucrative income possibilities ever devised for the average person.

This Ingenious system, along with a unique Downline Structure designed by GROUP DYNAMICS allows anyone who enrolls through GROUP DYNAMICS the chance to reach the maximum payout levels.

First, let's talk about the program, and then we will show you how to participate:

TIS & AMERICAN INDIAN LOTTERY

Native American Indians, in conjunction with Telephone Information Systems, an international company, will operate the American Indian Lottery on their reservation. Telephone Information Systems (TIS) provides 800 and 900 telephone Information services.

HOW THE MARKETING PROGRAM WORKS

The American Indian Lottery will function like any other lottery, with these MAJOR EXCEPTIONS:

- 1) This Lottery will be operated with a 900 phone number. Each call will cost \$7.00 and entities the contestant to 5 chances to Win.
- 2) Although millions of people will be contestants in the Lottery itself, a limited number of individuals (maximum 50.000) will be allowed to enroll, as members in North America and participate in the TIS / American indian Lottery Marketing & Compensation Program. All qualified participants in the marketing program will earn cash each time the Lottery is played.

HOW WOULD YOU LIKE TO RECEIVE MONEY FROM THE WORLD-WIDE LOTTERY, EVEN IF YOU DON'T PLAY, OR HAVE A WINNING TICKET?

Well, each of the qualified participants in the marketing program will do just that -- they will earn money on every ticket sold, every time the American Indian Lottery is played. Here's how it works:

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WORLD - WIDE LOTTERY

YOU CAN EARN MONEY FROM EVERY TICKET SOLDI

MAGINE-PAYOFFS OF \$300 MILLION / WEEK! YOUR POTENTIAL IS STAGGERING!!



Greetings:

This is not about buying lottery tickets! This is about how you can profit from a huge worldwide lottery system which is about to be started--there will be profit on every ticket sold, to the tune of thousands of dollars per week or more.

TIME IS OF THE ESSENCE!I THIS OPPORTUNITY IS VERY LIMITED. You can get a four page report via fax-on-demand by calling 512-505-6802. Only people in North America joining before January 14, 1995 will be included. Once it is closed, this opportunity will be gone forever!!!

Join instantly by calling Group Dynamics Downline at 513-932- 6696 Please tell them I referred you and give my ID# which is listed below as a reference.

DON'T DELAY! Call the hotline and get started right away! We will make sure you have the required downline today.

1 also strongly suggest you hear the CONFERENCE CALL TONIGHT or any night of the week at 10pm EST / (7 pm PST). Also available at 1pm EST (10am PST) on Saturdays! To get on the calls dial 215-582-7400, at the tone press 1125 and at the next tone press 405, wait and listen. On Tuesdays only, press 1131 tone and 415.

First call the hetline number, then get the fax-on-demand report. If you decide to join, be sure to insert my name and ID number in the "referred by" section of the application, but do not fill in the sponsor information!

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THE GROUP DYNAMICS DOWNLINE METHOD IS "PEOPLE HELPING PEOPLE," AT ITS ABSOLUTE BEST

When you join the Group Dynamics Downline, and become a part of our unique Downline Development Method, here's what happens:

- 1. Everyone enrolling through our placement coordinator will be enrolled one right under the other in the order that membership payment is received. For example, when you enroll as a member, you will be placed directly under the last person who enrolled - in a totally vertical progression, regardless of who referred you. And Ilkewise, each person that you refer is also placed directly under the last enrollee. This is NOT a matrix, but a vertical placement. Everyone in the group benefits and you and your downline have the opportunity to achieve the maximum number of payout categories.
- 2. Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

HOW TO PARTICIPATE:

The cost to enroll is \$188 per person. There are no further fees or commitments except for an annual renewal fee of \$25.

The individuals involved have made every effort to insure that this venture will go forward as planned. However, there are still negotiations which must be completed before the Lottery venture is absolute. You will, however, still participate in the earnings from the TIS phone services.

HOW TO ENROLL IN THE GROUP DYNAMICS DOWNLINE:

PREFERRED METHOD:

By Fax: (513) 932-8049 (Fax your application with completed check. Leave the

sponsor information area blank. Then call (513) 932-6698 for

your I.D. #. Wait 30 minutes before calling.)

OPTIONAL METHODS:

By Phone: (513) 932-8696 (Call in your application and pay by Check-By-Phone between

the hours of 3PM and 8PM eastern time ONLY.

- By Mall: 1. Complete & sign your application. Leave the sponsor information area blank.
 - 2. Make your \$189 Money Order Payable to: Group Dynamics Downline

- 3. Mail to: Group Dynamics Downline, --c/d

1109 Nayaho Drive -- Lebanon, OH. 45036-9227

\$1 10.000	
Presentation Line (5 min)	(613) 684-4771
Fax-On-Demand #1 (Info Pak & Ap)	(512) 505-6802
Fax-On-Demand #2 (Ada, Flyers)	(512) 505-8821
Fax-In-Application	(513) 932-8049
Phone-In-Application - 3-9 PM ONLY	(513) 932- 9028 6696
Downline Update	(513) 723-4853
To receive your I.D.# after faxing ap	(513) 932-6696

(513) 932-6696 b6 b7C

National Conference calls 7 nights a week at 10:00 p.m. Eastern & Sat. at 1:00 p.m. Eastern 1-215-582-7400 Tone 1125 Tone 405 (ayeart Tunedow) Tank 4424 Tope: 4156, SØ NUL

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The TIS/American Indian Lottery Compensation Plan

You qualify for category	When your Downline reaches	And you have Referred
1	. ♦	0
2	12	1 TOTAL
3	25	2 TOTAL
. 4	50	3 TOTAL
5	100	4 TOTAL
5	200	5 TOTAL
7	400	6 TOTAL
8	700	7 TOTAL
9	1000	8 TOTAL
10	1500	9 TOTAL
11	2500	10 TOTAL
12	6000	11 TOTAL

Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

Example: Category 1 will include all members who have 8 enrolled in their downline. (Group Dynamics will ensure you have six in you downline because of our unique vertical structure.) Category 2 includes all individuals whose downline has grown to 12 and have referred at least 1 member.

Example: If your group has grown to 450 and you have referred at least 6 members, you participate in an equal share of the earnings in all categories from one up to (and including) category seven. But if you have referred only 2 members, you will only qualify through category 3.

Off course there is no promise as to exactly what each individual's earnings will be. But is estimated that your minimum earnings of payout in Category One sions could be around \$50 per week. Of course if you get involved now, you will have a much larger downline group, and your earnings in the other categories could be considerably greater. It is expected that even the early pots will reach \$300,000,000 and continue to grow as word of the American Indian Lottery gets around.

The deadline to Join TIS and be eligible to participate in the American Indian Venture Lottery is January 14, 1995. So the sooner you begin, the better chance you have to participate in the higher categories.

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FOR ILLUSTRATIVE PURPOSES ONLY

Each 900 call costs \$7.00 to purchase 5 lottery tickets If 50,000 members then \$.75 available for earnings US 24,000 members (this illustration) then \$.36 available for earnings \$.36 gets split equally into 12 income pools \$36 divided by 12 pools = \$.03 per call per income pool If 50,000,000 calls x \$.03 = \$1,500,000 per income pool \$1,500,000 divided by the number of people in pool = weekly income for that pool.

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Poot Namber	Namber of People In Pool	Number Required In Your Downline To Qualify For This Income Pool	Number Of Personal Referrals Required	Estimated Worldy Income Per Poot	Comulative Weekly Income	Retinated Annual Income	خست وبير
	*24,000	6 .	0 - Total	\$62	\$62	\$3,250	
#1	*12,000	12	i – Total	\$114	\$176	\$5,928	
i 12.	*9,400	25	2 - Total	\$160	\$336	\$8,320	;
#3	*6,200	50	3 - Total	\$242	\$578	\$12,584	;
#4	*4,200	100	4- Total	\$357	\$935	\$18,564	1
#5	*2,600	200	5 - Total	\$577	\$1,512	\$30,004	
#6 "~	*1,800	400	6 - Total	\$833	\$2,345	\$43,316	\$
#7	*1,200	700	7 - Total	\$1,250	\$3,595	\$65,000	\$
§8	*900	1,000	8 - Total	\$1,667	\$5,262	\$86,684	\$
#9	*600	1,500	9 - Total	\$2,500	\$7,762	\$130,000	\$
#10	*400	2,500	10 - Total	\$3,750	\$11,512	\$195,000	\$
#1 % #12	*200	5,000	II - Total	\$7,500	\$19,012	\$390,000	\$

*NOTE: This is only an illustration. The numbers of individuals in each pool may vary from this illustration. No guarantees of i intended. The numbers used are simply to show the mechanics of how the program works. They are not to be interpreted as ing that you, or anyone else will earn the same indicated. Not everyone will have six referrals. Some will have more, som less, depending upon time and effort spent on building the business.

12:09

MEMBER APPLICATION

YOUR GOVE DO#

	PLEASE PRINT LEGIS	STA' NAE BLYCKINK
Name		SS or Federal ID#
Address		
		Zip or Postal Code
		Fax
	·	REFERRER'S GROUP DYNAMICS ID#
2. I shall become a 3. Telephone inform 4. I will only use po 5. I understand that	nadon Syriems may at its disortion mo mpany approved literature and sook will to am an independent contractor.	stems upon acceptance of this agreement. Only the marketing plan of any other rules it deems necessary. Itten approval for any advertising I may do.
	ive tead and agree to the terms act forti	
This agreement is not i	in force until accepted by Telephone in	
This agreement is not in Signature	in force until accepted by Telephone in	formation Systems.
This agreement is not in Signature	on force until accepted by Telephone Ini	Ormation Systems. Date TOOORDINATORWILL COMPLETE THIS SECTION.
Signature GRO Sponsor's Name	OUP DYNAMICS DOWNLINE PLACEMEN	formation Systems. Date
Signature Sponsore Name Sponsore 88 of	OUP DYNAMICS DOWNLINE PLACEMENT Federal ICA	Ormation Systems. Date TOORDINATORWILL COMPLETE THIS SECTION.
This agreement to not it Signature GRO Sponsor's Name	The Check by Fax AVAILA Check by Phone Call Note: This number is for p Money Order Send to	Date VT COORDINATOR WILL COMPLETE THIS SECTION. Sponsor's Phone (D OF PAYMENT (Check one) ABLE 24 HOURS (Follow Directions Below) 1-513-832-8898 and give your check information honing in your mambership BETWEEN 3 - 8 PM ONLY

"Check by FAX"

Tape your \$189 signed check here and FAX to (513) 932-8049.

PLEASE DO NOT MAIL THIS CHECK AFTER YOU HAVE FAXED IT TO US.

Your checkwill be processed as if you had sent it to us in the mail.

This is the fastest, most efficient method of payment
and is the one to use for IMMEDIATE PROCESSING.

b7C

7/7.9

AUTOMATED INDICIES OF

(Time)

(Number)

Memorandum



To :	SAC, CINCINNATI		Date 1/	20/95
From : Seolusk Subject:	SAC, KNOXVILLE (196-	-0) 196B— CI.— 644	P 15 (SPRIN	b6 b7c
the enclos payoffs of	Enclosed for Cincing For your information ure. He questioned "\$300 million sales	n, on 1/19/95 its legitimacy o] 1	provided
	Further leads, if an	ny, left to Cinc	innati.	a.
				J
2 - Cincir 2 - Knoxvi JFK:rbp (4)	nati (Enc. 1)			Ъ6 Ь7С
POMATED INDIC	ies_ <i>GMb</i> /	1*	SEARCHED	-64415 - 26 INDEXED RO RO FILED RO AN 2 (1995 - CINCINNATI

	FBI		
TRANSMIT VIA: Teletype Facsimile X AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS	
		Date 1/27/95	
TO : SAC,	BOSTON .		
FROM : SAC,	CINCINNATI (196B-CI	-64415) (P) (MRA)	
TELEP GROUP 1109 Leban FBW;	aka M. LARSON; dba PHONE INFORMATION SYS DYNAMICS DOWNLINE, Navaho Drive, on, Ohio; Cincinnati.	STEMS, INC.;	Ъ6 Ъ7С
Referen 1/17/95.	ce Cincinnati telety	ype to Albany, dated	
provided documer	enting TELEPHONE INF	ORMATION SYSTEMS (TIS) viewed for three hours ION (SEC), Chicago,	s by
A <u>mong t</u> signed by MALISEET TRIBE,	Chief of	ed to the SEC was a co HOULTON BAND of the	ntract
is a subsidiary	s retained by TIS for of PLEASURE TIME (P	or \$150,000 per year. T), an Orlando, Florid	TIS
3- Boston (Information 3- Indianapolis 3- Kansas City 3- Tampa Cincinnati REH:reh (14)	rmation copy) (Information copy) (Information copy)	196 B - CI. 6 8 bearched communities Eurialized communities Indexed communities Wild communities	1415-27

Approved:

Transmitted

(Number) (Time)

Per _____

0

company. PT's principal officers are and was brought into TIS by who is from is representing	b6 b7C
in a personal injury case against TARGET STORES.	
met just once in an Orlando office suite while several women were in an adjoining room taking calls for PT's 900 number pornographic telephone service.	
All subsequent contacts with have been by calling The SEC official called that Orlando number reaching Through the SEC identified the subscriber of as dob SSAN residing at	b6 b7C b7E
lis a	
The Florida BMV reports has a current license. In 1992 according to BMV records. resided at According to the Ohio BMV, also has a current Ohio license which reports his residence as He is described as a white male, 6'3", 200 pounds, brown hair and blue\hazel eyes, wears corrective lenses.	
is probably one of the three individuals permitted access to the TIS\PT mailbox located at 4265 US Highway 98 North - Suite 152, Lakeland, Florida. (This address is a private mail box rental facility.) The box was rented by a woman using a Massachusetts Drivers license, dob SSAN residing at Massachusetts. Her current Massachusetts DL lists her address as The SEC reports currently resides in Florida at Florida; she formerly resided at	Ъ6 Ъ70
was only slightly familiar with the name listed by the Florida as doubts is still with the firm.	
said PT has approximately \$200,000 on deposit with the AMERICAN NATIONAL BANK, Princeton, Indiana.	
operates INTERNATIONAL PUBLIC RELATIONS (IPR), Branson West Missouri IPR will conduct the	

nationwide advertising campaign for TIS' AMERICAN INDIAN LOTTERY PROGRAM.

TAMPA DIVISION: At	
1.) Identify and interview of	
	Florida, regarding
her involvement in PLEASURE TIME and TIS. corporate officers and place of business.	Identify their
At Orlando, Florida - 2.) Obtain subscriber information	for
Identify and interview	
	regarding his
role in PLEASURE TIME, INC. or TIS' AMERICA PROGRAM; the identities of their corporate locate and interview	AN INDIAN LOTTERY officers; and

b6 b7С

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TRANSMIT VIA: Teletype Facsimile AIRTEL TO : SAC.	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS Date 1/23/95	
TO : SAC.		Date 1/23/95	
TO : SAC.			
FROM : SAC, SUBJECT : ET AL FBW; (OO:	aka; CINCINNATI) ncinnati airtel to	15) (ORA-2) (RUC) San Diego, 12/7/94, and	
For i communication wa 12/27/94. On 1/4265 U.S. Highwa advised that Sui Florid there are the na stated that mail INCORPORATED and the mail was pice	nformation of the s not received at 11/95, y 98 North, Lakela te 152, which is a who resides at a. She stated that mes they also received there ked up by an indivision of the state of the sked up by an indivision of the sk	vidual she knows as	X, to leeime
2 - Cincinnati 1 - Tampa GRN:ag* (3)	cribed as a white	male, 45-50, dark brown	b
Approved:	Transmitted	196B-LT- 6 SEARCHED_SERIALIZED_	INDEXED_

A review of the registration card for this mail box
shows that the identification forwas a
Massachusetts driver's license which showed that in
Massachusetts she resided at
Massachusetts. Her DOB is listed as and driver's
license number is
Contacts with LAKELAND POLICE
DEPARTMENT (LPD), Intelligence Division, produced negative
results regarding any of the individuals named in the
referenced airtel or Numerous spot checks
and license tag identifications at were
negative with regard to anyone listed in this airtel.
The above information was provided to SA
In view of the fact that no further investigation remains in the Tampa Division, this matter is considered RUC.
one rampa britistin, chib maccer is constacted noc.

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U.S. Department of Justice



Federal Bureau of Investigation

In Reply, Pl	ease Refer to
File No.	196B-CI-64415

550 Main Street, Room 9023 Cincinnati, Ohio 45202 January 17, 1995

Honorable Edmund Sargus, Jr. United States Attorney Columbus, Ohio

b6 b7C

Attention: AUSA

KE:	aka	
	PAUL M. LARSON:	
	dba	
	TELEPHONE INFORMATION SYSTEMS,	INC.;
	GROUP DYNAMICS DOWNLINE,	·
	1109 Navaho Drive,	
	Lebanon, Ohio;	
	FBW;	
	00: Cincinnati	

Dear Mr. Sargus,

This communication is to confirm the opinion of AUSA in conversations with Special Agent				
on 12/30/94, 1/5/95 and 1/13/95, relative to the captioned				
matter.				
On 12/30/94, AUSA was advised that GROUP				
DYNAMICS DOWNLINE (GDD), an Ohio boiler room operated by				
and PAUL LARSON, was marketing TELEPHONE INFORMATION				
SYSTEMS' (TIS) WORLD WIDE LOTTERY PROGRAM (WWLP). By late				
December 1994, GDD had sold about 15,000 memberships in TIS at				
\$129 each.				

The WWLP will be an international 900 telephone lottery sponsored by an American Indian tribe with 50% Japanese backing and 50% American investors, who are enrolled by GDD. Lottery participants are charged \$7.00 per call. The investors are paid out of each call to the 900 number placed to the Indian reservation. The Japanese investors and the American investors

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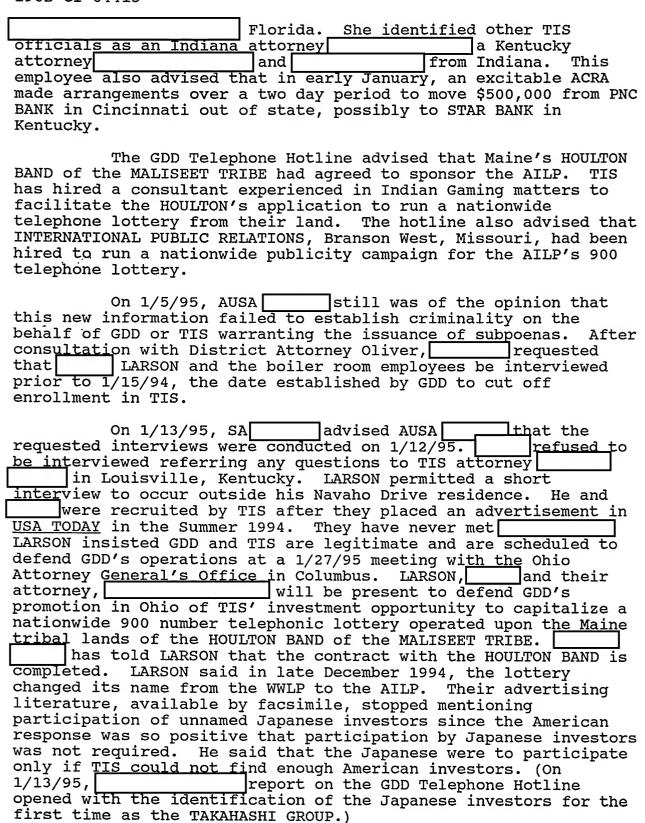
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will equally share \$1.50 from each call with \$5.50 from each call going into a weekly prize pool. The return for each TIS investor is a function of the number of TIS investors, each investor's position in a "vertical matrix," the number of subsequent referrals made by each investor and the number of callers to the WWLP 900 number. The TIS WWLP promotional literature, which was available by fax, indicated that an investor in Tier 1, who had not referred any other member, could expect a weekly return of \$62 based on participation of 50 million callers.

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Although GDD would accept TIS enrollment paid by check or money order received through the US mail, GDD employees urged prospective members to pay by "Check by Phone" or "Check by Fax." New enrolles provided sensitive information by phone or fax, including name, address, Social Security Number, telephone number and personal checking account information. GDD would generate drafts wherein the new enrolle authorized for GROUP DOWNLINE DYNAMICS, to withdraw \$129 from the enrolle's account which was deposited into Account #042000398 at PNC BANK, OHIO, N.A., 310 Race Street, Cincinnati, Ohio. TIS claims to be a marketer of 800/900 telephone reputedly TIS' chief corporate officer, is services. located in either Orlando or Lakeland, Florida. reported to have previously operated PLEASURE TIME as a 900 telephone sex line. After being faxed copies of TIS promotional literature, AUSA could not find that TIS or GDD had made fraudulent statements. Although the GDD literature spoke in glowing terms of their prospective profits, GDD enrolles were warned that the their might not be profits. AUSA directed SA continue his joint investigation with local authorities, but refused to issue a Federal Grand Jury subpoena until stronger evidence of a securities fraud could be developed. On 1/5/95, AUSA was recontacted from the office of Warren County District Attorney Tim Oliver. He was told that as of about 1/1/95, GDD moved their operation from the Navaho Drive residence to a second floor business office in Lebanon. Seven to ten individuals worked the phones collecting enrolles for the renamed TIS AMERICAN INDIAN LOTTERY PROGRAM (AILP) whose membership fee was now raised to \$189. The AILP literature drops all reference to Japanese investors to whom \$.75 of each 900 call was promised. The structure of the vertical matrix had also been altered to require eleven instead of six referrals to reach Tier 12 with the payout unchanged. A former GDD boiler room employee advised that [and PAUL LARSON were in frequent telephonic contact with



AUSA	was also advised that	

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AUSA will consider a FBW prosecution in the captioned matter at such time as facts have established that TIS or GDD have knowingly made false representations regarding the establishment of the AILP. The Bureau should establish whether TIS or PLEASURE TIME, TIS' possible parent, exists. should determine whether GDD activities in Ohio violate state laws regarding Ohio's in-state lottery monopoly; whether GDD's TIS enrollment violates Ohio security laws; and whether TIS' investor compensation constitutes a violation of Ohio's Anti-Pyramid law. The Bureau should try to determine the legality of operating a nationwide 900 telephone lottery; even if TIS obtains sponsorship from a Maine Indian tribe, would it be legal to advertise or promulgate such a lottery in the other 49 states? The Bureau should establish whether TIS has contracted, or is currently engaging in serious negotiations, with the HOULTON BAND of the MALISEET TRIBE to sponsor the AILP. The Bureau should determine if the sponsoring HOULTON BAND conformed with federal and/or Maine state laws by making a legal application to operate a 900 telephone lottery? Is it physically possible for a 900 telephone service to operate in rural Maine which can process 50 million telephone calls per week? If all else fails, a criminal prosecution could be justified if no AILP occurs within a reasonable time following the close of GDD membership solicitation on 1/15/95.

Sincerely yours,

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Theodoxe Jackson

Special Agent in Charge

By:

Supervisory Senior Resident Agent

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- 1 -

FEDERAL BUREAU OF INVESTIGATION

				Date of tra	nscription	1/25/95
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matter	if it beca	me necessary	•			
Investigation on	1/19/95 DDV	at <u>Bangor,</u>	Maine	File #	196B-C	1-64415 - 3 0

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

Date dictated 1/23/95

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FEDERAL BUREAU OF INVESTIGATION

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FEDERAL BUREAU OF INVESTIGATION

Date of transcription 1/30/95	_
	Ъ6 Ъ7С
On January 26, 1995 Houlton Band of the Maliseet Indians was interviewed at the Tribal Community Center in Houlton, Maine. advised of the identity of the interviewing Special Agent and of the nature of the interview.	J. (C
association between the Houlton Band of the Maliseet Indians and TELEPHONE INFORMATION SYSTEMS (TIS). He advised that he was first contacted by of the TIS company concerning the involvement of the Houlton Band of the Maliseets in a lottery. He advised that TIS needed the cooperation of to give credibility to the venture as Indian tribes under the Indian Game Regulatory Act (IGRA) have the right to regulate gaming activities on Indian lands if that gaming activity is not prohibited by federal law or state law. He stated he was surprised when he learned that TIS was soliciting individual memberships because he was told that there were investors identified who would finance the operation. Continued that he signed a non-binding agreement as the Chief of the Houlton Band of Maliseet Indians prepared by TIS attorney dated December 19, 1994, and believes that this was the basis upon which TIS proceeded to solicit the individual memberships. He further related that it was never mentioned to him by anyone from TIS that anyone would have to buy shares. He advised that he told (TIS) that there were still legal questions to answer and requirements to be satisfied before the lottery could be sanctioned. He stated that advised him that additional legal work had to be done and TIS was retaining additional legal assistance in order to satisfy any legal requirements in order for the lottery to move ahead. Stated that he has been in telephone contact with an attorney in Washington, D.C. who does work for the Maliseet Indian Band. According to the legal aspects of the lottery can be satisfied and eventually it should be profitable for the Maliseet Band in Houlton. He	X)
Investigation on 1/26/95 at Houlton, Maine File # 196B=C1-64415 32 FEB 1 3 1995	0-
by SA LIVIO A. BECCACCIO/Srw Date dictated 1/27/95 FBI - CINCINNATA	v2
This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.	

letter from

Continuation of FD-302 of 1/26/95 , Page advised that early in February 1995, one from South Dakota, and expert on Indian gaming will visit to develop marketing strategy for the lottery venture. He has advised people who have called him that they should not invest in the project until the State of Maine has approved the compact and the Indian Game Regulating Commission has given their approval. He stated that he has been assured also by _____ attorney for TIS, that legal aspects will be satisfied. also noted that he convened the Tribal Council before agreeing to the venture and signing the agreement with TIS. The Council was in agreement to go ahead with the <u>ventur</u>e. Also, there has been a wire transfer of funds from TIS, of \$20,200 to and the Houlton Indian Band. He stated that the funds are for legal fees (10,000) in securing necessary permission to hold lottery and for space, secretarial help, processing and other equipment (\$10,200). He advised that this money is in a "separate" account and he plans to not touch it until all legal obstacles are overcome. He advised that he does not have any knowledge as to how the lottery will actually work. furnished a copy of the preliminary agreement with TIS that he signed a copy of the draft proposal from TIS to include "Background", "Proposal", "Gaming Compact Between the Houlton Band of Maliseet Indians and the State of

Maine", and "Agreement" sections. and a fax transmittal copy of a

These copies are attached and made a part hereto.

dated January 20,

to

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GAMING COMPACT BETWEEN THE HOULTON BAND OF MALISEET INDIANS AND THE STATE OF MAINE

THIS TRIBAL-STATE COMPACT, made and entered into by and between the HOULTON BAND OF MALISEET INDIANS, a federally recognized Indiana Tribe, and the STATE OF MAINE, pursuant to the provisions of the Indian Gaming Regulatory Act, Pub.L. 100-497, 25 U.S.C. SS2701 et seq. (hereafter IGRA or Act).

DECLARATION OF POLICY AND PURPOSE

IGRA provides for the negotiation of compacts between States and Tribes to govern the conduct of Class III gaming. Indian tribes under the IGRA have the right to regulate gaming activities on Indian lands if the gaming activity is not specifically prohibited by federal law and is conducted within a state which does not, as a matter of criminal law and public policy, prohibit such gaming activity. The purpose of the Act is to provide a framework for the operation of gaming by Indian tribes as a means of promoting Tribal economic development, self-sufficiency, and strong Tribal governments, as providing a basis for the regulation of gaming by an Indian tribe adequate to shield it from criminal and corrupt influences, to ensure that the Tribe is the primary beneficiary of the gaming operations, to protect the health, welfare, and safety of the public, and to assure that all activities are conducted with honesty and financial integrity and that Class III gaming is completely and fairly regulated on an on-going basis.

It is the stated intention of the Tribe and the State to cooperate, based on a shared concern for the welfare and protection of all the members of the Tribe and the citizens of the State. The parties desire to further the purposes of the IGRA for the benefit of the Tribe

- 6. The profit, if any, from the operational Three Dollars and Fifty Cents (\$3.50) revenue shall be divided by the Maliseet Indian Nation and T.I.S., Inc., with the Maliseet Indian Nation receiving sixty-six and two-thirds percent (66 2/3%) and T.I.S., Inc., receiving thirty-three and one-third percent (33 1/3%), and the difference between the lotto pool and the payment funding expense shall be likewise divided between the parties.
- 7. The terms of the agreement shall be for five (5) years with an option to renew and provided further that T.I.S., Inc., shall have the right to match any other management offer should the parties fail to reach renewal terms.
- 8. All equipment purchased and or leased by T.I.S., Inc., except Indian property and improvements to Indian property shall remain the property of T.I.S., Inc.

C.I.S., Inc., By its attorney

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PROPOSAL

- T.I.S., Inc., submits to the Maliseet Indian Nation the following proposal for consideration:
- 1. T.I.S., Inc., proposes to provide all the necessary start-up capital to establish a national lottery using the 900 number phone system. Such start-up expenses shall consist of hardware, software, publicity, phone system, necessary office equipment, and legal costs, provided T.I.S., Inc., selects the legal staff. The physical facilities for operation shall be provided by the Maliseet Indian Nation.
- 2. T.I.S., Inc., shall be responsible for the operation of said system and shall be responsible for all accounts receivable, subject to approval and audit by the Maliseet Indian Nation.
- 3. The initial phone charge shall be Seven Dollars (\$7.00) per call with Three Dollars and Fifty Cents (\$3.50) going into the lotto winner pool and Three Dollars and Fifty Cents (\$3.50) for the system operations; however, the Maliseet Indian Nation shall have the right to modify the financial distribution of initial phone charges to insure a profit as the Maliseet Indian Nation deems necessary.
- 4. The exact lotto pool shall be determined sixty (60) days after the number drawing and to be paid in twenty (20) equal annual installments by use of purchasing secure annuities or government instruments.
- 5. The winner payments shall be provided by the purchase of an annuity or similar guaranteed finding method determined by the Maliseet Indian Nation and T.I.S., Inc.

dollars per week. When this profit potential exists, it is extremely desirable to be the first one to start the program just as medonald's was the first fast food outlet.

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Gaming, to be successful, requires imported dollars, that is dollars from outside the local of the operation. As more and more gaming operations open, the probability of imported dollars decreases. A situation which would leave the late arrival in the gaming picture in a poor profit position.

McDonald's was started with a very simple idea: prepare the food before the customer orders it so it can be handed to him/her at the time of the order. While that simple idea has changed the food service business, and spawned countless imitators, McDonald's remains number one. So, too, should be the position of the first national lottery, and it is, therefore, imperative to be first.

Additionally, a national lottery should be self-feeding in terms of growth. As the prize grows, so grows the people who desire to participate, which causes the prize to grow, which attracts more people, which causes the prize to grow, which and on and on.

At present there are 34 state lotteries grossing over 11-billion dollars, and if the national lottery could acquire just ten percent of the existing lottery dollars, that lottery would be in the amount of 40-million dollars per week. If an annuity to pay off the winner could be purchased for 75 percent of the payoff amount, then the profit from this project would be 10-million per week, plus whatever profit can be made from the operational portion. It is reasonable to suspect that those people located in states without a lottery would make up a significant portion of the Indian lottery.

Therefore, it is reasonable to expect a lottery in the amount of 100-million dollars per week with profits in excess of 25-million

BACKGROUND

7.2.5	. is a Florida Corporation starte	1994 D
	initially conceived the idea of	
		er various people with
	lls to explore the feasibility of	

The very first consideration was the legality of a multi-state and country lottery. Legal research by a Louisville, Kentucky, law firm confirmed that such a lottery was legal. Factors considered were the floor debate of the Indian Gaming Regulatory Act, multi-state Powerball lottery, off-track simulcast betting, present 800 number state lotteries, and the statute itself.

Next addressed was the financing which was obtained by contracting with a group of over 5,000 members. At that point, the selection process of an Indian tribe started.

The idea is simple: use a 900 number and a computer to sell lottery tickets. The actual prize is determined after 60 days which allows for non-payment. Limits on the amount any number can spend per week would be in force. The limit would help overcome objections to overspending by persons with low or limited income. The winner would be the person in whose name the number is listed or billed.

For the last fiscal year state lotteries had a gross of over \$11 billion, and Indiana gaming had a gross of \$2.6 billion.

When all forms of just, legalized gaming are taken into account, the gross is staggering, and each state views gaming as a new source of revenue. Approximately one-third of the federally recognized 545 tribes now have some form of gaming, and the states are rushing into casinos and river boats.

AGREEMENT

- T.I.S., Inc. and the Houlton Band of Maliseet Indians agree as follows:
- 1. That the parties will jointly work for the establishment of a national/international lottery via the 900 number phone system located on Maliseet Indian property managed by T.I.S., Inc.
- 2. That all necessary capital shall be provided by T.I.S, Inc., for the establishment of said lottery and the acquisition of a state compact and shall include legal fees if T.I.S., Inc. selects the lawfirm; and further, that no claim for any expenditures by T.I.S., Inc. shall be born by, claimed from, due from or paid by the Houlton Band of Maliseet Indians regardless of the success, or failure, of the joint effort to establish a lottery or obtain a state gaming compact.
- 3. That the parties agree in principal with the Proposal submitted by T.I.S., Inc., a copy of which is attached hereto.
- 4. That either party may terminate this agreement, at will, without cause, without any penalty or without any payment whatever to the other party by so notifying the other party in writing. And further, the parties agree to a mutual good-faith effort to obtain a binding agreement.

compact by T.I.S., Inc., provide	ng agreement shall be entered into Tribe and the State of Maine of a ded the parties can in mutual good
faith agree to such.	

T.I.S. by its attorney

Houlton Band of Maliseet Indians

Date: __December 19, 1994

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AGREEMENT

- T.I.S., Inc. and the Maliseet Indian Nation agree as follows:
- 1. That the parties will jointly work for the establishment of a of a national/international lottery via the 900 number phone system located on Indian property managed by T.I.S., Inc.
- 2. That all necessary capital shall be provided by T.I.S., Inc., for the establishment of said lottery and the acquisition of a state compact and shall include legal fees if T.I.S., Inc. selects the lawfirm; and further, that no claim for any expenditures by T.I.S., Inc. shall be born by, claimed from, due from or paid by the Maliseet Indiana. Nation regardless of the success, or failure, of the joint effort to establish a lottery or obtain a state gaming compact.
- 3. That the parties agree in principal with the Proposal submitted by T.I.S., Inc., a copy of which is attached hereto.
- 4. That either party may terminate this agreement, at will, without cause, without any penalty or without any payment whatever to the other party by so notifying the other party in writing. And further, the parties agree to a mutual good-faith effort to obtain a binding agreement.
- 5. That a final binding agreement shall be entered into upon the obtaining between the Tribe and the State of Maine of a compact by T.I.S., Inc., provided the parties can in mutual good faith agree to such.

T.I.S. Inc. by its attorney

MALISEET INDIAN NATION

SS2701 (d)(1)(A). Any regulation or ordinance adopted by the Tribe shall ensure that the interest of the Tribe and the State relating to Class III gaming are preserved and protected.

(State will probably insist on provisions for notification of revisions of the regulations or ordinances, with an opportunity to disagree. It will also probably wish to have a section providing for monitoring of compact provisions.)

AUDITS

The Tribe shall undertake an independent audit of all books, records, gaming and cash control procedures of all Class III gaming activities at least once in each fiscal year. Such audit shall be conducted by an independent CPA with experience in auditing gaming operations.

(Sections should also be added providing for amendments, severability, notices, entire agreement, and authority to execute.)

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(This will probably be expanded greatly. In some cases, the state gaming entity has huge negotiated powers.)

The Tribe will license:

- a) Each gaming operation and/or facility.
- b) Every gaming employee.
- c) Every management company, including its principals.
- d) Each manufacturer or supplier of gaming services.

Each applicant for a Tribal Gaming License shall submit a completed application to the Tribal Gaming Agency. The application shall be accompanied by a fingerprint card, two current photographs and the required fee.

The Tribal Gaming Agency may revoke, suspend or deny a license for any reason it deems to be in the public interest. A full hearing is required.

A license shall be in effect for one year from date of issuance. Applicants for renewal shall provide updated material on the appropriate renewal forms.

REGULATORY JURISDICTION

(This section will probably include statement of jurisdiction between the Tribe and the state lottery agency. It should also include any cooperation/supervision which the State wishes to have with the Tribe. It can also include the law enforcement jurisdiction as well as taxing authority.)

The Tribal Gaming agency shall adopt ordinances and/or regulations to govern the operation and management of the gaming operation conducted pursuant to this Compact, as provided by 25 U.S.C.

- b) Adopt standards for and issue licenses for Class III gaming facilities.
- c) Determine compliance with this Compact, Gaming Ordinances/Regulations and other applicable law.
- d) Take appropriate disciplinary action for violations of this Compact, Gaming Ordinances/Regulations and other applicable law.
- e) Provide for adequate security at authorized gaming facilities.
- f) Determine appropriate methods for receipt of gaming revenue, and specification of disbursements and payouts.
- g) Enforce all relevant laws in the gaming operation.
- h) Ensure the physical safety of patrons and personnel.

MANAGEMENT CONTRACTOR

The Tribe may enter into management contracts for development and management of gaming authorized by and consistent with this Compact, and in accord with the Act and Tribal Ordinances/Regulations. The management contract shall be submitted to the Chairman of the National Indian Gaming Commission for approval, and no management contractor may operate gaming if there has not been approval of said contract.

LICENSING REQUIREMENTS

The Tribal Gaming Agency shall be responsible for issuing any necessary facility or personal licenses.

All gaming employees shall be licensed by the Gaming Agency. The Agency shall promulgate specific licensing requirements for gaming employees.

- 2) (To be inserted: description of the facility/ies)
- 3) Forms of payment
- 4) Safety conditions, hours, etc.
- 5) Prohibitions: minors, firearms, etc.

REGULATIONS

The Tribal Council shall regulate, operate and manage authorized Class III gaming in accordance with the terms of this Compact, and its Gaming Ordinances and/or Regulations. The Tribal Council shall take legislative action adopting the terms of this Compact and regulations into Tribal Law. The Tribal Council may adopt, amend or repeal such regulations or codes, consistent with the policy, objectives, purposes and terms of this Compact.

The Tribe, through its Tribal Council, shall have ultimate responsibility for the conduct of all gaming conducted by the Tribe. It shall retain responsibility for entering into management contracts or the selection of gaming operators. The Tribe shall own the gaming facility.

A Tribal Gaming Agency shall be established by the Tribal ι Council. It shall consist of . . .

The primary responsibility for the on-site regulation, control and security of the gaming operations authorized by this Compact, and for the enforcement of this Compact on tribal land, shall be that of the Tribal Gaming Agency.

The Tribal Gaming Agency shall have the following powers:

a) Proposes regulations, rules and bylaws consistent with the Act, Gaming Ordinances/Regulations and this Compact for the operation and management of all Class III gaming and facilities.

and the protection of the State by creating a cooperative means by which the Tribe may lawfully conduct Class III gaming activities on its land in conjunction with the State. To that end, this Compact defines the manner in which laws regulating the conduct of the Tribe's Class III gaming activities are to be applied in order that the respective Tribal and State interests may be met.

In the spirit of cooperation, the parties hereby set forth in joint effort to implement the terms of this Compact in good faith. The parties recognize that gaming may provide a positive financial impact for the tribe, thus enabling the Tribe to use these financial resources to fund programs that provide vital services to Tribal citizens, such as education, health and human resources, housing, road construction, and sewer and water projects.

(Reserved for statement re Maine laws) \lor

The Tribe and State believe that the conduct of Class III gaming under the terms and conditions set forth below will, from a regulatory perspective, benefit the Tribe and the State and protect the members of the Tribe and the citizens of the State consistent with the objectives of the IGRA.

DEFINITIONS

AUTHORIZED CLASS III GAMING

- 1) Following the approval of this Compact as provided in the Act, the Tribe may operate in its gaming facilities, located on Indian lands, the following types of games:
 - a) Lottery (Definition of proposed lottery to be placed here) (Tribe may want to add more things to this list)

TELEPHONE FAX

Please forgive the handwriting but my girls one on vacation. Enclosed is my sheck for the purchase of an answearing machine for the tribe. all calls you get should be refferred to the public, relations lessy in Branson, press Vredentials Mo., phone also this is to confirm and I will be in Houlton on Jan 10 & 11 for work on the Compact. Looking forward to the meeting.

Very truly yours

	FBI		
TRANSMIT VIA: Teletype Facsimile AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION TOP SECRET SECRET CONFIDENTI UNCLAS E F UNCLAS Date 2/3/9	IAL T O
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FROM : SAC,	BOSTON (196B-CI-64	415) (RUC)	
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For t Attorney General MAINE STATE POLI	the information of and and CE, as well as cequested by Cincin	were	of the
DRG/srw (3)		196B-C	I-64415-
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BS 196B-CI-64415

Inasmuch as all leads have been covered, this matter is considered RUC by the Boston Division.

Tt is requested that the Cincinnati case agent maintain contact with the Bangor, Maine case agent as is of interest to the Bangor RA, as well as the Boston Division, in other pending matters.

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FEDERAL BUREAU OF INVESTIGATION

		Date of transcript	1ion 02/09/95
hirth home address York, was contacted being advised of th nature of the inter following informati	and interviewed te identity of the view, vo		Albany, New e. After gent and the
Systems (TIS) is on gaming expert and believes that is a result of confusi	lv as an invest has no expe nformation rega	rtise in the India	ican Indian an gaming area
Band in Maine helpi		ow be living with e the American Ind	
The confuresulted from a nat various TIS represe identified on numer and believes that sto	entatives includ and many rous tele-confer	erence information ing investors. ence calls as a	has been
conference calls wi questions about the	th TIS represen		tors, asking
believes the lotter actions by TIS offi instance, when contract with any ITIS advised that the expected to have ar December, 1994, TIS agreement with the Indian Lottery.	cials have occu invested in Indian Tribe for ley were negotia agreement by D advised that t	rred as promised. October, 1994, the sponsorship of the ting with several ecember, 1994. In hey had entered in	For ere was no he lottery. tribes and n late nto an
			044
estigation on <u>02/03/95</u>	at Albany, New	York File # 19	6B-CI-64415 -34
SA	C-Wydomb)	Date dictated 02	/09/95

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

196B-CI-64415

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continuation of FD-302 of		_, On _	02/03/9	5 , Pag	e
Additionally, TIS to the investment price to \$189. Investors in TIS has national tele-conference call based upon research by TIS shouccess of the American India any specifics, but noted that nationwide Indian lottery, The telephone calls to enter Reservation in Maine it is lettelephone number.	.00 from \$129.00 ave been orally position in the feasite and the seasite and the contract of the issue of the lottery end	in lorov: figure	November ided via ures oste ty and pr could not e legalit tors that an Indian	the ensibly cobable recally of a since	Y e ll a e
servic <u>es which i</u> nclude a psyc	investors that a ons is being put	las illa into	sports be money rec o the bus	tting eived	

FEDERAL BUREAU OF INVESTIGATION

			Date of tra	anscription 02/09/	'95
York Schen emplo ident inter	cted and inte State Lottery ectady, New Y yed as ity of the inview,	ecurity Account rviewed at his , 1 Broadway Ce ork, telephone terviewing ager voluntarily pro	e male, date of Number place of employ enter, P.O. Box After being ad at and the natur evided the follo	birth was ment, The New 7500, where he is vised of the e of the wing information	n:
State how t to ca Artic prohi activ New Y the N	Law; however to play the locall, then the le 225 of the bits the promity is considered by State Legen York State	t, if the advert ottery i.e., pro- advertisement va- e New York State notion of unlawf dered unlawful in pislature pursual e Constitution.	is not prohibit isement instructivities and prohibit is providing the 900 violates, in property of the Penal Code. A ful gambling act of it not been a property of the Penal Code of it not been a property of the Penal Code of the	ts residents on telephone number opinion, rticle 225 ivity. Gamblin pproved by the , Section 9, of ives the State	r b6 b7
Code compa proposold funds to pa in an legis the l	Sections 1301 aring the oper sed American across state generated from state, a state atture, would ottery by an across from Assimation a complete sections as a complete section of the state of the sta	ottery would violation of the Polation of the Polation Lottery. Indian Lottery. Index because of the American Indian American Indian provided a letter int received at	wer Ball lotter In Power Ball of federal prohi tickets in each cican Indian Lot bact, approved be a addition to the tribe located er addressed to	United States this opinion by to that of the notickets ar bition, but the state are pool tery to operate by the state's e sponsorship of within the state Group Dynamics n Telephone	e e ed
Investigation on	02/06/95	at Schenectad	/, New York File#	196B-CI-64415	-35
by SA	ned	dmo	Date dictated	02/09/95	,. .

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b6 b7C FD-302a (Rev. 11-15-83)

196B-CI-64415

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Continuation of FD-302 of

, On 02/06/95 , Page

Page 2

states that in the opinion of the New York State Department of Law the multi-level marketing plan through which investments in the lottery are raised appears to be in violation of Section 359fff of the New York General Business Law.

TRANSMIT VIA: Teletype Facsimile AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS	
		Date 2/9/95	
TO : SAC,	CINCINNATI (196B-0	:I-64415) (MRA)	
FROM : SAC,	ALBANY (196B-CI-64	415) (RUC)	
	M. LARSON;	l	
GROU	TELEPHONE INFORMATI P DYNAMICS DOWNLING	•	
LEBA	NAVAHO DRIVE, NON, OHIO;		
FBW;			Ъ6 Ъ7С
Re C	incinnati airtel to	Albany dated January 17	,
Encl	osed for Cincinnati	are the following:	
1) results of inte		opies of FD-302 setting for York.	orth
results of inte	rview with	P.O. Box 7500, Schenectag	York
2-Cincinnati (8 2-Albany DCF:dmo (4)	⁹ Enclosures)	196B-CI-64	415'-
Approved: //My	Transmitted (N		INDEXED FILED 16 19

FBI

196B-CI-64415

of Three FD-340's, one containing interview notes the second containing documents supplied	
by to the Federal Bureau of Investigation and the third	
containing a newspaper article regarding a lottery operated by	
the Coeur d'Alene Tribe in Idaho.	
Day in Compation of Girolandti material and made	
For information of Cincinnati, contact was not made with the New York State Department of Law inasmuch as	
represented himself as the State's legal expert regarding	b6
lottery issues. Copies of statues referred	.bo
to in FD-302 are attached thereto for reference.	
Inacqueh as all investigation requested has been	

Inasmuch as all investigation requested has been completed within the Albany Division, this matter is considered RUC'd.

Barry T. LaBarbera District Attorney

Ourity of San Luis Obispo

Daniel A. Hilford
Assistant District Attorney

Leigh Lawrence Supervisor Economic Crime Unit



January 13,1995

Warren County Office of the District Attorney 500 Justice Dr. Lebanon, OH 45036

Re: World - Wide Lottery

Dear Sir/Madam:

Enclosed is a copy of a solicitation a consumer turned into our office. We are forwarding it to you for your information.

Very truly yours,

		LaBaı Attoı		
By:	Ecor	nomic	Crime	Unit

Enclosure

cc: Federal Bureau of Investigations 120 West Cypress Santa Maria, CA 93456



AUTOMATED INDICIES QUO

SEARCHED__INDEXED__SERIALIZED__RO__FILED__RO__FEB 2 1995

FEB 2 1995

FEI - CINCHNIATI

WORLD - WIDE LOTTERY

YOU CAN EARN MONEY FROM EVERY TICKET SOLD!

IMAGINE- PAYOFFS OF \$300 MILLION / WEEK! YOUR POTENTIAL IS STAGGERING!!



Greetings:

This is not about buying lottery tickets! This is about how you can profit from a huge worldwide lottery system which is about to be started--there will be profit on every ticket sold, to the tune of thousands of dollars per week or more.

TIME IS OF THE ESSENCE!! THIS OPPORTUNITY IS VERY LIMITED. You can get a four page report via fax-on-demand by calling 512-505-6802. Only people in North America joining before January 14, 1995 will be included. Once it is closed, this opportunity will be gone forever!!!

Call the following important number now: INFORMATION HOTLINE-----513-684-4771.

Join instantly by calling Group Dynamics Downline at 513-932-4788. Please tell them I referred you and give my ID# which is listed below as a reference.

DON'T DELAY! Call the hotline and get started right away! We will make sure you have the required downline today.

I also strongly suggest you hear the CONFERENCE CALL TONIGHT or any night of the week at 10pm/EST / (7 pm PST). Also available at 1pm EST (10am PST) on Saturdays! To get on the calls dial 215-582-7400, at the tone press 1125 and at the next tone press 405, wait and listen. On Tuesdays only, press 1131 tone and 415.

First call the hotline number, then get the fax-on-demand report. If you decide to join, be sure to insert my name and ID number in the "referred by" section of the application, but do not fill in the sponsor information!

oin, be sure to insert my name application, but do not fill in the	sponso	r inform	ation! ·	•			
application, but do not in in and	-1-	•		•			
		•	•				
Thanks!							
	_ ID#			•			
					•	••	

A FABULOUS OPPORTUNITY FOR NETWORK MARKETERS!

THANK YOU FOR REQUESTING THIS INCREDIBLE INFORMATION ON THE TELEPHONE INFORMATION SYSTEMS (TIS)

WORLD-WIDE LOTTERY PROGRAM

This cash accumulation system has, without exception, the easiest, most lucrative income possibilities ever devised for the average person.

This ingenious system, along with a unique *Downline Structure* designed by *GROUP DYNAMICS* allows <u>anyone</u> who enrolls through *GROUP DYNAMICS* the chance to reach the <u>maximum payout levels</u>.

First, let's talk about the program, and then we will show you how to participate:

TIS & WORLD-WIDE LOTTERY

TIS is an international company that provides 800 & 900 telephone information services. TIS, in conjunction with a Japanese company and Native American Indians, will operate the World Wide Lottery. The Japanese company has pre-sold 50,000 positions for this venture.

HOW THE MARKETING PROGRAM WORKS

The TIS / World-Wide Lottery will function like any other lottery, with these MAJOR EXCEPTIONS:

- 1) This Lottery will be operated with a world-wide 900 phone number. Each call will cost \$7.00 and entitles the contestant to 5 chances to win.
- 2) Although millions of people will be contestants in the Lottery itself. a limited number of individuals (maximum 50.000) will be allowed to enroll, as members in North America, and qualify to participate in the TIS / World-Wide Lottery Marketing & Compensation Program. All qualified participants in the marketing program will earn cash each time the Lottery is played.

HOW WOULD YOU LIKE TO RECEIVE MONEY FROM THE WORLD-WIDE LOTTERY, EVEN IF YOU DON'T PLAY, OR HAVE A WINNING TICKET?

Well, each of the qualified participants in the marketing program will do just that -- they will earn money on every ticket sold, every time the WWL is played. Here's how it works:

The TIS/World-Wide Lottery system is set up in 12 separate progressive categories. As mentioned above, each entry for the WW Lottery will cost \$7.00. Out of each \$7.00 entry, \$1.50 will be set aside to be split evenly into the 12 categories. (Note: 50% is guaranteed to the Japanese investors.) You participate, and get paid in each category up to and including the highest category for which you qualify.

The TIS/World-Wide Lottery Compensation Plan

You qualify for category	Do	When your ownline reaches	-	And you have Referred
1		6		0
2		12		1
3		25		1
4		50		2
5		100	See Note On	7 2
6	See Note On Compensation	200	Compensation	3
7	Plan Sheet	400	Plan Sheet	3
8		700		4
9		1000		4
10		1500		5
11		2500		5
12		5000		6

Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

Example: Category 1 will include all members who have 6 enrolled in their downline. (Group Dynamics will ensure you have six in your downline because of our unique vertical structure.) Category 2 includes all individuals whose downline has grown to 12 and have referred at least 1 member.

Example: If your group has grown to 450 and you have referred at least 3 members, you participate in an equal share of the earnings in all categories from one up to (and including) category seven. But if you have referred only 2 members, you will only qualify through category 5.

Of course there is no promise as to exactly what each individual's earnings will be. But is estimated that <u>your minimum earnings of payout in Category One alone could be around \$60 per week</u>. Of course if you get involved now, you will have a much larger downline group, and your earnings in the other categories could be considerably greater. It is expected that even the early pots will reach \$300,000,000 and continue to grow as word of the World-Wide Lottery gets around.

The deadline to join TIS and be eligible to participate in the WWL Venture is January 14, 1995. So the sooner you begin, the better chance you have to participate in the higher categories.

THE GROUP DYNAMICS DOWNLINE METHOD IS "PEOPLE HELPING PEOPLE," AT ITS ABSOLUTE BEST!

When you join the *Group Dynamics Downline*, and become a part of our unique downline structure, here's what happens:

- 1. Everyone enrolling in TIS through Group Dynamics will be enrolled one right under the other in the order that membership payment is received. For example, when you enroll as a member, you will be placed directly under the last person who enrolled in a totally vertical progression, regardless of who referred you. And likewise, each person that you refer is also placed directly under the last enrollee. This is NOT a matrix, but a vertical placement. Everyone in the group benefits and you and your downline have the opportunity to achieve the maximum number of payout categories.
- 2. Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

HOW TO PARTICIPATE:

The cost to enroll is \$129 per person. There are no further fees or commitments except for an annual renewal fee of \$25.

The companies involved have made every effort to insure that this venture will go forward as planned. However, there are still negotiations which must be completed before the Lottery venture is absolute. You will, however, still participate in the earnings from the TIS phone services.

HOW TO ENROLL IN THE GROUP DYNAMICS DOWNLINE: PREFERRED METHOD: By Fax: (513) 932-0921 Fax your application with completed check. Leave the sponsor information area blank. Then call (513) 932-4788 for your I.D. #. **OPTIONAL METHODS:** By Phone: (513) 932-4788 Call in your application and pay by Check-By-Phone. By Mail: 1. Complete & sign your application. Leave the sponsor information area blank. 2. Make your \$129 Money Order Payable to: Group Dynamics Downline 3. Mail to: Group Dynamics Downline, -c/d 1109 Navaho Drive -- Lebanon, OH. 45036-9227 (513) 684-4771 Presentation Line (5 min.) (512) 505-6802 Fax-On-Demand #1 (Info Pak & Ap) (512) 505-6821 Fax-On-Demand #2 (Ads, Flyers) (513) 932-0921 Fax-In-Application Phone-In-Application - ONLY (513) 932-4788 (513) 723-4853 Downline Update

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National Conference calls 7 nights a week at 10:00 p.m. Eastern & Sat. at 1:00 p.m. Eastern 1-215-582-7400 Tone 1125 Tone 405 (except Tuesday) Tone 1131 Tone 415

TELEPHONE INFORMATION SYSTEMS

MEMBER APPLICATION

	PLEASE PRINT LEGIBLY, USE BLACK INK.	
Name	SS or Federal	ID#
Address		
City	StateZip or	Postal Code
Phone Number	Fax	
REFERRED BY:	GROUP	DYNAMICS ID#
 I shall become a r Telephone Information I will only use com 	e to enter into this agreement. I member of Telephone Information Systems upon acceptance nation Systems may at its discretion modify the marketing plan mpany approved literature and seek written approval for any act I am an independent contractor.	or any other rules it deems necessary.
	ive read and agree to the terms set forth in this agreement. In force until accepted by Telephone Information Systems.	
X Signature		
GROU	DUP DYNAMICS DOWNLINE PLACEMENT COORDINATOR WILL	COMPLETE THIS SECTION.
Sponsor's Name	3	,
	Federal ID# Spons	or's Phone ()
	METHOD OF PAYMEN	•
We Accept Checks	Check by Fax FOR IMMEDIATE PROCE	SSING (Follow Direction Below)
		oning in your membership ONLY.
Over The Telephone	Money Order Send to: GROUP DYNA 1109 Navaho Dr. Lebanon, OH 450	
	Make Check or Money Order payable to G	ROUP DYNAMICS DOWNLINE.

"Check by FAX"

Tape your \$129 signed check here and FAX to (513) 932-0921.

PLEASE DO NOT MAIL THIS CHECK AFTER YOU HAVE FAXED IT TO US.

Your check will be processed as if you had sent it to us in the mail.

This is the fastest, most efficient method of payment and is the one to use for IMMEDIATE PROCESSING.

TIS/WORLD-WIDE LOTTERY COMPENSATION PLAN

FOR ILLUSTRATIVE PURPOSES ONLY

Each 900 call costs \$7.00 to purchase 5 lottery tickets
If 50,000 members then \$.75 of \$1.50 available for earnings
If 6,000 members (this illustration) then \$.09 of \$1.50 available for earnings
\$.09 out to \$1.50 gets split equally into 12 income pools
\$.09 divided by 12 pools = \$.0075 per call per income pool
If 50,000,000 calls x \$.0075 = \$375,000 per income pool
\$375,000 divided by the number of people in pool = weekly income for that pool.

	Pool Number	Number of People In Pool	Number Required In Your Downline To Qualify For This Income Pool	Number Of Personal Referrals Required	Estimated Weekly Income Per Pool	Cumulative Weekly Income	Estimated Annual Income	Cumulative Annual Income
	#1	6,000	6	0 - Total	\$62	\$62	\$3,250 .	\$3,250
	 112	3,000	12	1 - Total	\$114	\$176	\$5,928	\$9,152
	#3	2,350	25	1 - Total	\$160	\$336	\$8,320	\$17,472
	114	1,550	50	2 - Total	\$242	\$578	\$12,584	\$30,056
	115	1,050	100	2 - Total	\$357	\$935	\$18,564	\$48,620
	#6	650	200	. 3 - Total	\$577	\$1,512	\$30,004	\$78,624
•	#7	450	400	3 - Total	\$833	\$2,345	\$43,316 .	\$121,940
	<i>,</i> //8	300	700	4 - Total	\$1,250	\$3,595	\$65,000	\$186,940
	#9	225	1,000	4 - Total	\$1,667	\$5,262	\$86,684	\$273,624
	//10	150	1,500	5 - Total	\$2,500	\$7,762	\$130,000	\$403,624
	#11	100	2,500	5 - Total	\$3,750	\$11,512	\$195,000	\$598,624
	<i>4</i> 12	50	5,000	6 - Total	\$7,500	\$19,012	\$390,000	\$988,624

NOTE: This is only an illustration. The numbers of individuals in each pool may vary from this illustration. No guarantees of income are intended. The numbers used are simply to show the mechanics of how the program works. They are not to be interpreted as guaranteeing that you, or anyone else will earn the sums indicated. Not everyone will have six referrals. Some will have more, some will have less, depending upon time and effort spent on building the business.



DOJ/FBI

ALC: NO.				
ACTION C	EOMMUNICATION	Date:	2/07/95	b6 b70
FROM:	SAC, MEMPHIS (196B-ME-46498) (P) NVRA SQ 6	Ti .	: £:0	4
CONTACT:	SA	This com	i I + ma	,
<u>10</u> :	SAC, ATLANTA (PRIORITY) Attn: SA Augusta RA	Jum Ta	nunciation by for at ma mpa's Lakeland 195	RA
	SAC, INDIANAPOLIS (PRIORITY) Attn: SA	m 2/23	elas Rep	, r
V	SAC, TAMPA (PRIORITY) Attn: Lakeland RA Orlando RA		VS-IV	
TITLE:	aka,			
	- FUGITIVE, a	ıka,	19.	- 1
	- FUGITIVE, aka,	H	3-7)	
	dba COURTESY CONSUMER ASSOCIATION; dba TATA INVESTMENT GROUP; FBW, MF, ML; OO: MEMPHIS	-		de. P
Investiga	Memphis Action Communication to Ind telephone calls between SA tlanta Division, on 1/30/95, and SA tor Richmond County, Georgian 1/31/95 and 2/6/95.	and S	A	
	The whereabouts of		and	
	lare currently unknown and they are and fled the Nashville area in A			1
learning somewhere	of the FBI investigation. They are bel in the Lakeland, Florida area living u	ieved to	be	b6
	III die Denezana, 11011aa ara 1141ig a			b7C
•		1966	3-CI-6441S 3-ME-464	-38
	\mathcal{W}	1:40		78-1
	ARMED AND DANGEROUS	HORED RO IN	UEXED A	
1 - File 1 - Workin DSM:dsm	# 196B-ME-46498	FEB 1 4	, :	
0	7		-	

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12/09/94, Re: 196B-ME-46498	
All receiving offices should note that the below requested leads are unusual in nature. As outlined in the Details section below. Is considered extremely dangerous. Believes that the United States Government has no jurisdiction over him. He makes his living	
	F
He utilizes aliases and other people in order to distance nimselfrom his illegal activities and avoid capture. FBI Memphis believes that, once located, there will be only one opportunity to capture	•
REQUEST(S): ATLANTA DIVISION At Augusta, Georgia:	
Obtain background information, i.e. criminal history, address, telephone, employment, associates, etc. of the following individuals:	
·	1
	J
	\neg
	_
These individuals are relatives of captioned fugitive and Leads should be covered with the intent to obtain information that can be used a some sort of leverage in order to elicit the cooperation of one or more of the individuals. Specific attention is to be given to be some sort of the individuals. Specific attention is to be given to be the weak link in the family by the Richmond County Sheriff's Department and may cooperate given the proper leverage can be	
found. No interviews of the above individuals should be conducted at this time. This is a request for an analysis as to potential interviews that may be conducted in the future.	
Coordinate efforts with Investigator Richmond County Sheriff's Office. may be able to provide information on others that may be friends or associates of or	

branged to an informant that over the

P.04

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12/09/94, Re: 196B-ME-46498

INDIANAPOLIS DIVISION At Ft. Wayne, Indiana:

The FBI at Ft. Wayne, Indiana, is requested to obtain the details of this complaint and identify both and mother as completely as possible, including addresses, employment, and phone numbers. It is believed that may still be in contact with his mother, and this information may lead to his location.	
See Details section below.	
TAMPA DIVISION At Lakeland, Florida:	
Obtain background information, i.e. criminal history, address, telephone, employment, associates, etc. of and her husband	
with the intent to obtain information that can be used as some sort of leverage in order to elicit the cooperation of one or more of the individuals. No interviews of these individuals should be conducted at this time. This is a request for an analysis as to potential interviews that may be conducted in the future.	ъ6 ъ7с
FBI Memphis has recently obtained information that when and fled Tennessee in April 1994, they stayed with long time associate at the above address. Whenever anyone needed to contact they were to call at telephone If any mail was sent to or it would be picked up by at MR. MAILBOX, 4265 U.S. Highway 98 North, Ste. 152, Lakeland, Florida, 33809. It is habit to have others pick up his mail at private mail drops and have his own phone listed in an alias name.	
Soon after arriving in the Lakeland area.]
investigation has determined that the 800 number is listed to a	J

12/09/94, Re: 196B-ME-46498

b6 b7C

company called WILTEL, 615 1/2 McKean, Winter Haven, Florida. There is never an answer when this number is called. FBI Lakeland is also requested to discretely obtain information regarding WILTEL.

See Details section below.

At Orlando, Florida:

At OFFICE PARTY	
Obtain background information, i.e. crimina history, address, telephone, employment, associates, etc. Also a conducted at this time. This is a request for an analysis potential interviews that may be conducted in the future.	ted at be
Information obtained from the FBI Savannah Information Technology Center (SITC) revealed that	
is believed to be an alias for See Details section below.	b6
DETAILS: This communication is marked "Armed and Da due to the fact that subject!"	ngerous"

12/09/94, Re: 196B-ME-46498 Furthermore, in the captioned investigation, concensually monitored conversation on March 12, 1994, All subjects in the Memphis investigation were indicted on November 30, 1994 by a Federal Grand Jury in the Middle District of Tennessee for conspiracy, mail fraud, money laundering, and aiding and abetting. The indictment is currently under seal. resides at Subject, Since it is requested that until advised by FBI Hemphis FBI Indianapolis not arrest has been apprehended. It is believed that are in close contact and may tip off that and as to his imminent arrest. on January 31, 1995, Investigator Richmond County Sheriff's Office. advised that his office was in the process of obtaining an

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P.02

b6 b7C

12/09/94, Re: 196B-ME-46498

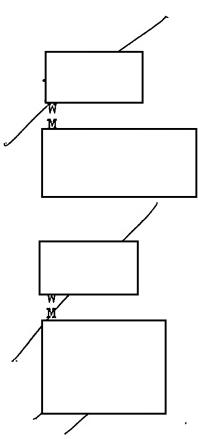
advised that during his investigation was reluctantly helpful.
seemed not to want to cause a family problem by providing information. felt that, given the right pressure, may be able to assist in locating and and
uncooperative,

All receiving offices should note that it is believed that _______ are unaware of the arrest warrants in the Middle District of Tennessee. This communication is to obtain background information that will determine the direction of the investigation. Should _______ inadvertently learn that he is in fact wanted in Tennessee, he will be extremely difficult to locate in that he is now involved in a and previously fled Tennessee when he learned ne was being investigated.

INDEXING:

Name -Last: First: Middle: Race: Sex: DOB: POB: SSAN #: Alias(es): Main_Subject Name -Last: First: Middle: Race: Sex: DOB: POB: SSAN #: FBI #: Alias(es):

Main Subject



6

12/09/94, Re: 196B-ME-46498

Main Subject Name -Last: First: Middle: Race: Sex: DOB: SSAN #: POB: Main Subject Name -Last: First: Middle: Race: Sex: DOB: SSAN #: Alias(es):

ARMED AND DANGEROUS

7

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	rbi		
TRANSMIT VIA: ☐ Teletype ☐ Facsimile ☑ AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS	·
		Date 2/22/95	
TO : SAC,	CLEVELAND		
FROM : SAC, SUBJECT :	CINCINNATI (196B-C	I-64415) (P) (MRA)	
TELEP GROUP 1109 Leban FBW;	M. LARSON; dba HONE INFORMATION SY DYNAMICS DOWNLINE, Navaho Drive, on, Ohio; Cincinnati.		
	ce Cincinnati airte airtel to Boston, 1	el to Albany, dated 1/1 ./27/95.	7/95
and one copy of	d for each respect: a Federal Grand Ju ct of Ohio, Cincinn	ive division are the order the cruck subpoenas from the lati, Ohio.	iginal
DOWNLINE DYNAMIC LARSON, was mark (TIS) AMERICAN I boiler room open raised over \$3 mationwide 900 mationwide new resoliciting new resolutions.	CS (GDD), operated Reting shares in TE INDIAN LOTTERY PROGRATION. GDD enroll million to help est	CLEPHONE INFORMATION SYSTAM (AILP) through an Control of the contr	TEMS' Thio and
members in bandi	iadsen, Germany Chr	1968. CI	2-644/5- 3
3 - Cleveland (1 2 - Jacksonville 2 - Tampa (Encl. 2) - Cincinnati (8) REH: reh	e (Encl. 2)	erched R. Indexed RO	D .
Approved:	Transmitted (N	Per	

b6 b7С

196B-CI-64415

GDD was originally located at 1109 Navaho Drive,	
Lebanon, Ohio,	
It is the residence of	b6
and PAUL LARSON. By January 1, 1995, their	b7C
operation had relocated to a second floor business office at	
46 North Broadway, Lebanon. In the Lebanon city directory,	
telephone number is listed to	
and is listed to both residing at	
1109 Navaho Drive. GDD promotional literature has listed	
telephone numbers: (513)932-0921, (513)932-8049 and (513)932-	
6696.	
During an interview with the Chicago office of the	
Securities and Exchange Commission, TIS' Indiana attorney	
advised he contacts at	
Through the SEC	b6
identified the subscriber of as	.b70
dob SSAN residing at	b71
TIS claims to be a marketer of 800/900 telephone information services. reputedly TIS' chief corporate officer, has an address of 4265 US Highway 98 North - Suite 152, Lakeland, Florida, telephone This address is MR. MAILBOX, a private mail box rental facility. Persons authorized to enter this box are and (FIRST NAME UNKNOWN - FNU) According to the Florida Comptroller's Office, Department of Banking and Finance, TIS is not incorporated, but PLEASURE TIME, INC. (PTI), which uses the same mailing	b6
address is incorporated. PTI's business address is 4915 Carder Road, Orlando, Florida.	b7C
Advise individuals served to notify serving Agent when records are available and serving agent is requested to obtain records and forward same to Cincinnati Division with a cover FD-302.	
If serving agents have any questions concerning the above subpoenas. contact SA Middletown RA, telephone or AUSA telephone	

196B-CI-64415

CLEVELAND DIVISION:

At
Serve subpoena for

JACKSONVILLE DIVISION:

At Jacksonville, Florida:
Serve subpoena for

TAMPA DIVISION:

At Tampa, Florida:
Serve subpoena for

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Approved:

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CLASSIFICATION:

Per

(Time)

TRANSMIT VIA: ☐ Teletype ☐ Facsimile ☑ AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS
		Date 2/23/95
	SAC, MEMPHIS (NVRA, Sq.6 (ATTN: SA SAC, CINCINNATI (196B-CI	
	Aka PAUL M. LARSON; TELEPHONE INFORMATION SYSTEM GROUP DYNAMICS DOWNLINE, 1109 Navaho Drive, Lebanon, Ohio; FBW; OO: Cincinnati.	STEMS, INC.;
dated 2/7/9	5. captioned	Communication to Atlanta, aka - FUGITIVE, aka - FUGITIVE, aka UMER ASSOCIATION; dba TATA MEMPHIS."
material; promotional AILP promot	1. WORLDWIDE LOTTERY PRO 2. AMERICAN INDIAN LOTTE 1. material; 3. TELEPHONE INFORMATION tional material;	ERY PROGRAM (AILP) SYSTEMS (TIS) European
3 - Memphis (2) - Cincin REH:reh ((5))	s (Encl. 9)	Utarekist Gerialised AD Indicated Pilate AV

Transmitted

(Number)

196B-CI-64415

- 6. Cincinnati teletype to Boston, dated 1/10/95;
- 7. FD-302 of PAUL M. LARSON, dated 1/13/95;
- 8. Cincinnati airtel to Albany, dated 1/17/95, and
- 9. Cincinnati airtel to Boston, dated 1/27/95.

On 2/23/95, the Tampa Division's Lakeland RA faxed the referenced communication to the MRA. Since late 1994, the Cincinnati Division has been investigating GROUP DYNAMICS DOWNLINE (GDD), a Lebanon, Ohio, boiler room, which enrolled over 20,000 members at either \$129 or \$189 a share into the TIS WLP. It was subsequently renamed the AILP hen the membership price rose just before 1/1/95. GDD stopped solicitating members as of 1/15/95. A nearly identical European solicitation is being conducted by FUTURE INVESTMENTS, Waldstrasse 30, 69207 Sandhausen, Germany, Which is soliciting memberships at \$200 a share through 3/23/95.

TIS claims to have engaged the Houlton Band of the Maliseet Tribe, Houlton, Maine, to sponsor a nationwide 900 telephone number lottery. GDD's solicitation material indicated the lottery would start as early as mid-March 1995. The European solicitation expects the first lottery will be conducted by December 1995.

Memorandum



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To	:	SAC	CINCINNATI	(196B=0	T-64415)(I	Date	2/23/95	
	•	DAC,	CINCIMMALI	(1505)	31 04413/(X	. /	2,20,50	
Fro	n :	SA		(MI	RA)			
	ject:	dba GROU 1109 Leba FBW; OO:	M. LARSON; TELEPHONE I P DYNAMICS Navaho Dri non, Ohio; CINCINNATI	NFORMAT: DOWNLING Ve, MRA rec	E, ceived the	attached	documents vi	a
and E	inan on 1	cial : 21, A	om Regulation ugusta, Mai documents	- Securi	ities Divis ephone	ment of P sion, Sta	rofessional te House had	
The attached documents consist of eight page brochure and application for TELEPHONE INFORMATION SYSTEMS (TIS) AMERICAN INDIAN LOTTERY PROGRAM (AILP). (The attached brochure is almost identical those distributed by GROUP DOWNLINE DYNAMICS (GDD) for the WORLDWIDE LOTTERY PROGRAM and the AILP.) Enrolles are directed to send a \$200 money order payable to TIS to FUTURE INVESTMENTS, Waldstrasse 30, 69207 Sandhausen, Germany. Enrolles must have a valid Social Security Card. The deadline for applications is 3/23/95. The first lottery is now expected to be held under the sponsor ship of the HOULTON BAND of the MALISEET TRIBE between August-December 1995. Aside from these small revisions the lotteries method of operation and payout formula is identical to the AILP brochures distributed by GDD.								

2 - Cincinnati

196B-CI-64415-4/ SEARCHED_____INDEXED_ SERIALIZED_RD__FILED__ FEB 2 3 1995 FBI - CINCINN

From : SUCCESSFUL MONEY MANAG

Jan-19-95 06:37P MLM MARKETING

81/25/1995 16/18 FROM

TO 12078549658 999999999 P.01 P.04

Prima: PLITUPE NVESTMENTS & CORS-CELS

MEMBERSHIP APPLICATION

NATE	<u> </u>
address	
PHONE #	FAX #
REFERRED DY:	ID#
Two options to receive y	our monay: (check tha)
Chack to be mailed	to shove address.
Direct Deposit. (i	fathis one is check' please provide info)
PROMIN DRIETH ENGLE	
ACCOUNT HEABER	
acceptance of this agree 3. Telephone Information marketing plan or any ot 4. I will only use comp for any advertising I ma	n System may at its discretion modify the her rules it deems necessary. Many approved literature and seek written approval
	·
ASIGNATURE	DATE
navarar.	de out to "TELEPHONE INFORMATION SYSTEMS" OR
PAYMENT: MONEY ORDERS will be ma	de out to "TELEPHONE INFORMATION SYSTEME" OR MAILDSTRASSE 30 C
PAYMENT: MONEY ORDERS will be ma	de out to "TELEPHONE INFORMATION SYSTEME" OR MAILED TO: FUTURE INVESTMENTS UALDSTRASSE 30 C 69207 SANDHAUSEN, GERHANY
PAYMENT: MONEY ORDERS will be ma "TIS" for \$200.00 and m	de out to "TELEPHONE INFORMATION SYSTEME" OR MAILED TO: FUTURE INVESTMENTS VALUSTRASSE 30 C 69207 SANDHAUSEN. GERHANY CEPTED*

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From: FUTURE PLYESTMENTS IN DECEMBER

Plane & min

You may also fax applications with a copy of the money order. Then you may call for the ID # one hour later between 1200-1900 Eastern time after we receive the fax. You will have five (5) working days for future lavestments to receive the money order with the ID # on it. If no money order is received within five working days, your ID # will be pulled

CONFIRMATION OF TELEPHONE INFORMATION SYSTEMS ID NUMBER WILL BE ISSUED UPON RECEIPT OF ORIGINAL HONEY ORDER. THE PREVIOUS PAGE WILL BE MAILED BACK TO YOU WITH YOUR TELEPHONE INFORMATION SYSTEMS ID MUMBER.

FUTURE INVESTMENTS INFORMATION NUMBERS:

ENT

06224-82131 (within Germany)
(Ul1-49-6224-82131)(from U.S.A.)(24 hours)

- UPDATE LINE 06224-55820 (within Germany)
011-49-6224-55820 (from U.S.A.)(24 hours)

- BUSINESS LINE 06224-53156 (within Garmany)
011-49-6224-53156 (from U.S.A.) (1200-1900 Eastern / Look 9 Ply

TIS/AMERICAN INDIAN LOTTERY COMPENSATION PLAN

FOR ILLUSTRATIVE PURPOSES ONLY

Each 900 call costs \$7.00 to purchase 5 lottery tickets
If 50,000 members than \$.75 available for earnings
If 24,000 members (this illustration) than \$.36 available for earnings

\$.36 gets split equally into 12 income goods \$.36 divided by 12 pools = \$.03 per call per income pool

If 50,000,000 calls x \$.03 = \$1,500,000 per income pool

\$1,500,000 divided by the number of people in pool - weekly income for first pool.

Fool	Nambur of Paylor in Poof	Establer Chepskind In Your Downline: The Couldy Sur This Income Paul	Mission Officeous Referent Ecquicul	Ratheredod Weekly Income Per Post	Cimunistive Westely is Income	Relimented Annual Instante	Commission Account Burning
#1	+24,000	6	0 - Total	\$62	\$62	\$3,250	\$3,250
#2	*12,060	12	i - Total	\$114	\$176	\$5,929	\$9,152
#3	*9,400	25	2 - Total	\$160	\$336	\$8,320	\$17,472
#4	*6,200	.50	3 - Total	\$242	\$578	\$12,584	\$30,056
#5	*4,280	100	4- Total	\$357	\$935	\$18,564	\$48,620
#6	*2,600	200	5 - Total	\$577	\$1,512	\$30,004	\$78,624
<i>#7</i>	*1,809	400	6 - Total	\$833	\$2,345	\$43,316	\$121,940
#8	*1,200	700	7 - Total	\$1,250	\$3,595	\$65,060	\$126,540
#9	+900	1,000	8 - Total	\$1,667	\$5,262	\$\$6,684	\$273,624
#10	*600	1,500	9 - Total	\$2,500	\$7,762	\$136,066	\$403,624
#11	+400	2,500	10 - Total	\$3,750	\$11,512	\$195,000	153B 624
#12	*200	5,000	II - Total	\$7,500	\$19,012	\$3300,0000 f	\$088.6E0

PROFE-This is only an illustration. The markets of individuals in card post may very from this illustration. No generated of incomes are intended. The purpose incident incident the professional works. They are need to be independed by generateding that you, or myone also will exce the same indicated. But everyone will have nix extension. Some will have more, some will have less, depending upon time and effect upont on building the business.

PHONE No. : 267 854

SUCCESSFUL MONEY MANA

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91/25/1995 15:56 FROM

FROR

#48 NO 2877847578

TO 1207854965A

5A P.83 JAN 19.1998 10:36.PH :

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AUAIL TO REAS

EUROPEAN

A FABULOUS OPPORTUNITY FOR NETWORK MARKETERS!

Out of Cilleness are thereas are despendent in the

AMERICAN INDIAN LOTTERY PROGRAM

whis their accumulation protest has, without exception, the most lumnstive indense possibilities ever devised for the Avalues Parents.

This Ingonious system, slong with a unique Establish Structure designed by Suture Investments allows anyong who entolia through Puture Investments to reach the maniput beyong levels.

rirer, let's talk about the program, and than we will show you how to participant:

TIS & AMERICAN INDIAN LOTTERY

Native American Indians (Haulton Band, Halisset Tribe in Houlton, Maine, USA) in conjunction with relephone Information systems (173) located in Florida, an international company, will operate the American Indian Locatry on their expervation. Tolophone Information systems provides 500 and 500 telephone information between

HEA MIS NAVEMENT REVUEST MUELS

with these Major Exceptions:

- 1. Whis tottary will orater with a 900 number. Each will cost 87.00 and antitles the contastant to 5 changes to win.
- Although millions of people will be qualisatente in the Lottery itself, a limited number of individuals (meximum 50,000) will be allowed to appear, as persons in notify musical decision for a limited in the listancian indian Lottery Harbering & Compensation Frogram. All qualified participants in the marketing program will earn cash each time the lottery is played.

POSITION, EARL IN AOU DOW, L STAN, ON EVAN T MINISTER MINISTER NO. NO. NO. NO. NO. ACCULANT WORLD AND LINE OF PROPERTY ACCULANT.

wall, each of the qualified participants in the marketing program will de fuet that - they will seen bodoy on every ticket seld, works:

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From: PUTURE INVESTIMENTS at COSES-SOLS

Page 4 of 4

The DEADLINE to join TIS and be sligible to porticipate in the American Indian Venture Lottery is MARCH 23, 1995. So the mooner you begin, the better chance you have to participate in the higher categories.

The lottery is estimated to start between August-December timeframe.

This venture has been scrutinized by a German Law firm in Heidelberg, Germany and has found no illegalities.

THE TELEPHONE INFORMATION SYSTEMS DOWNLINE METHOD IS "PEOPLE HELPING PEOPLE." AT ITS ABSOLUTE BEST!

When you join the TIS Downline, and become a part of our unique Downline Development Method, here's what happens:

- 1. Everyone enrolling through our placement coordinator will be enrolled one right under the other in the order that membership payment is received. For example, when you enroll as a member, you will be placed directly under the last person who enrolled in a totally vertical progression, regardless of who referred you. And likewise, each person that you refer is also placed directly under the last enrolle. This is NOT a matrix, but a vertical placement. Everyone in the group benefits and you and your downline have the apportunity to achieve the maximum number of payment categories.
- 2. Everyone who enrolls after you, no matter who refers them, will be part of your downline. The number of individuals you refer determines the total number of categories for which you qualify.

HOW TO PARTICIPATE

- The cost to enroll is \$200.00 per person. There are no further fees or commitments except for an annual renewal fee of \$25.
- Anyone with a valid social security number can enroll. (If you want to rafer your children, they must have a SSN).

(NOTE: Only one IB number will be issued per person or organization at any given time. Meaning an individual can not enroll more than once, but can refer as many he/she can. We want to offer everyone the opportunity to enroll in the downline and not have it monopolize by the rich).

Jan-19-95 OS:36F MLM MARKETING **(大学報告報信報**) Commercial acceptance as the section of the section

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The American Indian Lottery system is set up in 12 teparate progressive categories. As mentioned previously, each entry for the American Indian Lottery will cost \$7.00. Out of each \$7.00 entry, \$.75 will be set aside to be Split evenly into the 12 categories. You participate, and get paid

in sach category up to and including the highest category for which you

THE TIS/AMERICAN INDIAN LOTTERY COMPENSATION PLAN

YOU QUALIFY FOR CATEGORY	when your downline reaches	AND YOU HAVE REFERRED
1	5	0
2 .	12	1 TOTAL.
<u>ج</u> :	25	- Z TOTAL
4	50	3 TOTAL
. 5	160	4 TOTAL
6	200	5 TOTAL
7 -	490	G .TOTAL .
e ·	700	7 TOTAL .
\$	3 000	8 TOTAL
10	1500	9 TOTAL
11	2500	19 TOTAL
12	5000	· 11 TOTAL ·

EVERYTHE WHO ENROLLS AFTER YOU, NO MATTER WHO REFERS THEM, WILL BE PART OF YOUR DOWNLINE. THE NUMBER OF INDIVIDUALS YOU REFER DETERMINE THE TOTAL NUMBER OF CATEGORIES FOR WHICH YOU QUALIFY.

EXAMPLE: Category 1 will include members who have 6 enrolled in their downline. (TIS will ensure you have six in your downline because of our. unique vartical structure). Category 2 includes all individuals whose downline has grown to 12 and have referred at least 1 membar.

EXAMPLE: If your group has group to 450 and you have referred at least 6 members, you participate in an equal share of the earnings in all categories from one up to (and including) category seven. But if you have referred only 2 members, you will only qualify through category 3.

Of course there is no promise as to exactly what each individual's earnings will be. But is estimated that your minimum parnings of payout in Catagory One alone could be around 860 per week. Of course if you get . involved now, you will have a much larger downline group, and your sarnings in the other categories could be considerably greater. It is expected that even the early pots will reach \$300,000,000 and continue to grow as word of the American Indian Lottery gets around.

TISVAMERICAN INDIAN LOTTERY COMPENSATION PLAN

FOR ILLUSTRATIVE PURPOSES CALLY

Each 900 call costs \$7.00 to purchase 5 lettery tickets
If 50,000 members them \$.75 available for carnings
If 24,000 members (this illustration) then \$.36 available for earnings
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\$1,500,000 divided by the number of people in pool = weekly income for that pool.

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#1	*24,000	6	0 - Total	\$62	\$62	\$3,259	\$3,250
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#10	•690	3,590	9 - Total	\$2,500	\$7,762	\$139,000	\$403,624
#11 :	*490	2,500	10-Total	\$3,750	\$18,512	\$195,000	\$\$\$3,624
#12	*200	5,900	11 - Total	\$7,500	\$19,012	\$390,000	5988,624

Le This is easy an illustration. The market of individuals in each pool may vary from this illustration. No guarantees of income and intended. The market works, They are not to be interpreted as guarantee ing that you, or mayone class will caus the mass indicated. Not everyone will have six reliands. Some will have more, some will have han, depending upon time and effect open on building the huncar.

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(MOTE: Only one ID number will be issued per person or organization at any given time. Meaning an individual can not enroll more than once, but can refer as many he/she can. We want to offer everyone the opportunity to enroll in the downline and not have it monopoline by the rich).

After completing the interview of on 1/31/95, and after having two telephone conferences with case agent Cincinnati Division, Middleton Resident Agency, SA conducted the following investigation:	b 6
On 2/1/95, SA telephonically contacted an employee with TARGET in the personnel department in Indianapolis, Indiana, business phone to inquire regarding a personal injury lawsuit against TARGET by an of Indianapolis. was not able to be of any assistance.	Ъ7С
On 2/6/95, a employed by TARGET as telephonically contacted SA and advised that had filed a personal injury complaint against TARGET in the MARION COUNTY SUPERIOR COURT, Indianapolis, Indiana, further advised that resided at Indianapolis, Indiana 46220, home telephone	
A check of the City Directory provided the following information: the resident of Indianapolis, Indiana is a A check with the BUREAU OF MOTOR VEHICLES provided that has a date of birth of	P
On 2/8/95, SA was telephonically contacted by business telephone advised that her law firm has been retained by TARGET to represent it in the lawsuit filed by further advised that she will be deposing soon, and that she recently received answers to interrogatories from In the interrogatories, advised that he was employed at located at Indianapolis, Indiana, which was in	REH
the business of selling advertisement supplements to newspapers. further advised that his date of birth is his Social Security number is and that he was convicted in	

SEARCHED INDEXED SERIALIZED AD FILED FEB 2 4 1995 FBI - CINCINNATI

FEDERAL BUREAU OF INVESTIGATION

	L Security number	date of birth residing home teleph lace of business at	
business te identity of interview.	the interviewing a	was advi gent and the purpose following informati	sed as to the of the on:
SECURITIES : interviewed the SEC rep	EXCHANGE COMMISSION by telephone	ng his association w	and statement to
represent h department ; that it was is still represent for f:	store chain with a a good case and ac presenting has	jury claim against T store in Indianapoli reed to represent on that claim. Sinc regularly telephoni numerous issues, so	e agreeing to cally contacte
explained to with attemporal According to lottery through the reservations business under the servations of the servatio	nat ting to establish a Description TIS was ough statutes that S. According to	ess venture involvin and that T national telephone attempting to establ allowed gambling on	IS was involve lottery. ish this indian panv doing
stigation on 1/31	/95at	File # <u>1</u>	96B-CI-64415

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

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2/17/95

Date of transcription

Continuation of FD-302 of	, On	1/31/95 , Page_	2
be illegal, and recommon seek a legal opinion be competent to provide standard an attornation did venture.	impression was that such a ended to that he and efore proceeding disuch an opinion so referred ney in Louisville, Kentucky was favorable towards continued to discuss specifics rettorney/client privilege re	d his partners d not feel to a The research nuing the garding the	b 6
was working with a com ("GDD"), operated by a ("LARSON"). GDD was a venture. GDD and TIS Pennsylvania that had marketing conference c have upwards of 250 pe	rned more about TIS, he dispany known as GROUP DYNAMIC and ttempting to solicit invest eventually retained a compathe technology to put toget alls. This company had the rsons on the conference cale calls started sometime ar	S DOWNLINE a PAUL LARSON ors for TIS' ny based in her large capability to l at the same	h70
a variety of legal and was hired by TIS to co	of 1994 was hired by negotiating services. Spe nduct negotiations with ind ntact with TIS to put toget	ian tribes in a	
It was agree	d that		
from TIS. However, succeeded, TIS would us comfortable fee.	ver promised any percentage was promised that if th se for legal services	e venture	
indian tribet	raveled to Idaho to meet wi ad been arranged by	t with the firs th the KOOTENAI the mpanied	

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with ce	rtain indian tri	next made arrangements bes in Arizona and no success in his n	trav	zeled t o 2	meet Arizona
INDIANS with th Decembe MALISEE advised	ton, Maine, to mtravels e tribe on Decem r 17thw T INDIANS, a cop that though his	next made arrangements neet with the HOULTON B s to Maine on December nber 16th, and then tra was able to work out an by of which is attached s signature does not ap e final agreement.	AND (15th, veled agre here	OF THE MAI , 1994, and home on eement with	th the
tr	th the MALISEET aveled from Utah of this trip wa	th, 1995 again t INDIANS, and stayed un during this same time as to discuss with the	til 3 per:	January 12 iod. The	2th.
three l which w not nee level t casinos company approve respons such an	ian gaming statuevels, or compact ould include typed approval from hree compact wou and lotteries. Iike TIS, react by a national ible to submit tagreement, the	ned that a "compact" is ates. These statutes a state. A level one or a ses of gambling such as a state or the federal ald include types of game once a tribe and a gament on the indian gaming commission the plan to the commission on the non-indian man	llow level bing gove mblir ming compa on. ion.	gambling two composer rafi ernment. ng includi management act, it mu The tribe profit.	on pact, fles do A ing it ist be is y in The FBI

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Continuation of FD-302 of	on 1/31/95, Page 6
interest in TIS to	d thateventually sold hissure whereresides.
sp,500.00 per day out that has withdraws was taken out in cash. withdrawals. he learned "patriots" least or On January 2 January 12th, wire into an account with It was placed of the account number enclosed in a separate name: TIS COMPLETION January 2nd. The purpet to pay all the necessal ottery. Prior to this fares, etc., and then	d about and being b7C rned about these withdrawals from either , 1995 wired \$200,000. On
\$5,000.00 - Indianapolis, taxes; \$1,000.00 - *\$5,000.00 - \$ 916.00 - \$30,000.00 -	his monthly retainer; paid to

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Continuation of FD-302 of			, On	1/31/95	, Page
		aid to BEST BUY for a	a comp	uter to be	useđ
	\$1,750.00 - pa	aid to f		torney ser	vices;
	\$3,200.00 - pa		servic		
		aid to tribe in Maine o complete the compac			orney
		aid to <u>"LETS TRAVEL"</u>			
	*\$25,000.00 - pa				
about w were ha	When the SEC staring any more on any more of the second se	with the asterisk we arted to question hecks. The pavments The last kne in the TIS bank accou	h with w, th	e became no the aster	ervous isk
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confere	nce call ended,	to assess the situat and tof the situation.		After the ontacted	

AGREEMENT

T.I.S., Inc. and the Houlton Band of Maliseet Indians agree as follows:

- 1. That the parties will jointly work for the establishment of a national/international lottery via the 900 number phone system located on Maliseet Indian property managed by T.I.S., Inc.
- 2. That all necessary capital shall be provided by T.I.S, Inc., for the establishment of said lottery and the acquisition of a state compact and shall include legal fees if T.I.S., Inc. selects the lawfirm; and further, that no claim for any expenditures by T.I.S., Inc. shall be born by, claimed from, due from or paid by the Houlton Band of Maliseet Indians regardless of the success, or failure, of the joint effort to establish a lottery or obtain a state gaming compact.
- 3. That the parties agree in principal with the Proposal submitted by T.I.S., Inc., a copy of which is attached hereto.
- 4. That either party may terminate this agreement, at will, without cause, without any penalty or without any payment whatever to the other party by so notifying the other party in writing. And further, the parties agree to a mutual good-faith effort to obtain a binding agreement.
- 5. That a final binding agreement shall be entered into upon the obtaining between the Tribe and the State of Maine of a compact by T.I.S., Inc., provided the parties can in mutual good faith agree to such.

T.S. by its attorney

Houlton Band of Maliseet Indians

Date: December 19, 1994

Cut for insertion in wallet

Account Number Card



VINCENNES BICKNELL MONROE CITY SANDBORN PRINCETON PATOKA IN

BANK

ACCT.

71-154/813

Use this card as a pocket record of your important numbers. The front contains your account number.

The back provides a space for important numbers such as social to security, savings accounts, credit cards, etc.

FD-36 (Rev. 11-17-88)				
	FBI		1	•
TRANSMIT VIA: Teletype Facsimile AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATI TOP SECRI SECRET CONFIDENT UNCLAS E UNCLAS	ET ITIAI.	·
		Date 2/1	7/95	.
FROM SAC, SUBJECT : PAUL TELEF GROUP 1109 Leban FBW;	CINCINNATI (196B-CI INDIANAPOLIS (196B- aka M. LARSON; dba PHONE INFORMATION SYS DYNAMICS DOWNLINE, Navaho Drive, con, Ohio; Cincinnati	IP-64415)(P)	b6 b7C	
Middleton RA and Division, Evansvi	ille RA.	incinnati Divis Indianapol s an original a	iclephone ion, is nd copy of	
investigative ins	view notes of sert regarding nal bank account number	original and co and I per card provide	0 07:: of	REH
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	(Number	r) (Time) Per -		5 2 4 1995
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cooperative and would be worthwhile to reinterview with possibly the case agent coming to Princeton, Indiana. It is suggested that such an interview be coordinated with SA

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Due to outstanding leads in this matter, Indianapolis will maintain this case in a pending status.

2/1/95

FEDERAL BUREAU OF INVESTIGATION

Date of transcription2/.	1/95
On 2/1/95, white female, born Social Security Number was interviewed at the Louisville office of the FBI. advised that her office in her home, located at Louisville, Kentucky, phone She has a fax number also, is an attorney She is also quite fond of doing legal research furnished the following information: was retained by address unkn Indianapolis, Indiana is the Cha fo the Board of Telephone Information Systems, Inc. (TIS). retained to do legal research into the question setting up indian gaming. He wanted to know what it would to set up and indian lottery. At this time, had no knowledge whatever of Group Dynamics Downline (GDD).	own irman n of
Some time after she was retained, she was advised that there were some problems he needed legal resear into involving their marketing program and their marketing a GDD. indicated that her client is, in fact, TIS. She no legal connection whatever with GDD, although she was hire TIS to do legal research involving GDD.	ch gent, has
advised that she has no relationship whatever with She does know that seems to run GDD PAUL LARSON is believed to be her husband, but had no whether or not he has any actual part of GDD.	r idea
has spoken to a number of indian tribes, possess as many as 50, concerning their interest in operating an indicatory. To this end, made the initial contact with the Houlton Band in Maine. When they appeared to be agreeable the lottery idea, a second lawyer entered into the actual negotiations with the tribe. The first contact was mabout 3-4 months ago, and the Houlton Band signed a letter of intent concerning the lottery proposition in December, 1994.	ian he o the ade f
Investigation on 2/1/95 at Louisville, Kentucky File # 196B-CI-644	15 - 45
byDate dictated 2/1/95	

b6

b6 b7C

This document contains neither recommendations nor conclusions of the FBI. It is the property of the FBI and is loaned to your agency; it and its contents are not to be distributed outside your agency.

Continuation of FD-302 of 2/1/95 . Page noted that another tribe was very interested at first in this idea. That tribe was the Kootenia tribe in Idaho. However, that tribe decided to become part of a regional indian lottrery which is being set up in the West. That lottery appears to be substantially ahead of this one, and many of the legal questions which surround this one may be resolved by that lottery. advised that the deal with the Houlton Band has not, as yet, been completed. It is necessary for the Houlton Band to enter into a compact with the State of Maine. This is being handled by a lawyer from the Kootenia tribe. This person was very much in favor of this lottery scheme as against the one that the tribe finally adopted. also indicated that | who negotiated the above contract, was interviewed yesterday by the FBI. advised that TIS is a corporation which currently operates 900 sex lines and 800 sports lines. (no relation) is President of the corporation. He is located in Florida. The corporation has an office in Lakeland, Florida. was asked, following her legal research, what her opinion was of the lottery per se, as well as the way it is being marketed by GDD. advised that her research in the matter marketed by GDD. was inconclusive. It could go either way.

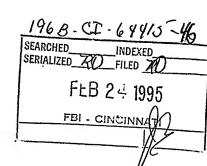
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LS 196B-CI-64415 CLH/clh 1

The following investigation was conducted by	Ъб
Investigative Assistant at Louisville,	b7C
Kentucky:	
On February 15, 1995, Jefferson County	
On February 15, 1995, Jefferson County Commonwealth Attorney's Office, Louisville, Kentucky, advised	
that all gambling in the State of Kentucky is illegal with the	
exception of the Kentucky Lottery, horse racing and charitable	
gambling. stated that for charitable gambling to be	
legal, it has to have approval with the Charitable Gaming Board,	
Frankfort, Kentucky	

REH.



LS 196B-CI-64415 CLH/clh 1

> b6 b7С

The following investigation was conducted by Investigative Assistant at Frankfort, Kentucky:

On January 30, 1995, Pat Mc Lean, Secretary of State, Corporate Division, Frankfort, Kentucky, advised neither Telephone Information Systems, Inc., and Pleasure Time, Inc., were registered in the State of Kentucky.

DREH

SEARCHED____INDEXED_SERIALIZED_RO_FILED

	FBI		
TRANSMIT VIA: ☐ Teletype ☐ Facsimile ☑ AIRTEL	PRECEDENCE: Immediate Priority Routine	CLASSIFICATION: TOP SECRET SECRET CONFIDENTIAL UNCLAS E F T O UNCLAS	
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2 - Cincinnati 2 - Louisville KDB/cap (4)	(1 - 196B-C1-64415)	searched serialized <i>RO</i> FEB	
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(Time)

FEDERAL BUREAU OF INVESTIGATION

was se	rved with a	Federal Grand Jury	subpoena is	sued by	the	
United	States Dist	rict Court, Distric The subpoena direc	t of Souther	cn Ohio,		
estigation on	2/22/95	at Cincinnati, Oh:	io File #	196B-C	-64415	- <i>Ц</i>
SA	1418	reh		2/24/95		

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SA

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Date of transcription ___2/28/95

FEDERAL BUREAU OF INVESTIGATION

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Date dictated 2/28/95